

SB X2-1 Nitrate in Groundwater Report to the Legislature

OVERVIEW AND KEY OUTCOMES

Thomas Harter
University of California Davis - SBX2-1 Team

State Water Resource Control Board - June 21, 2011



Department of Land, Air, and Water Resources
University of California, Davis
Contact: ThHarter@ucdavis.edu



UCD Project Team Leaders

- Thomas Harter (PI), Subsurface Hydrology
- Jeannie Darby, Water Treatment
- Graham Fogg, Subsurface Hydrology
- Richard Howitt, Agricultural Economics
- Katrina Jessoe, Water Quality Economics
- Jay Lund, Water Resources Management
- Jim Quinn, Spatial Data Mgmt. in Environmental Policy
- Stu Pettygrove, Soils and Nutrient Management
- Tom Tomich, Agricultural Sustainability Institute
- Joshua Viers, Spatial Data Management in Environmental Sciences

FUNDING PROVIDED BY:

- **Proposition 84 / SB X 2-1 => CDPH => SWRCB**



UCD Project Team

- Aaron King
- Allan Hollander
- Alison McNally
- Anna Fryjoff-Hung
- Cathryn Lawrence
- Daniel Liptzin
- Dylan Boyle
- Elena Lopez
- Giorgos Kourakos
- Holly Canada
- Josue Medellin-Azuara
- Kristin Dzurella
- Kristin Honeycutt
- Megan Mayzelle
- Mimi Jenkins
- Nate Roth
- Todd Rosenstock
- Vivian Jensen
- ...many undergraduate students....



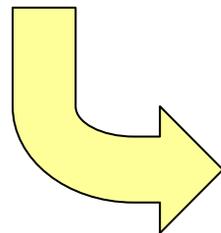
Timeline

- Data collection and analysis – 2nd Quarter 2011
- Economic and policy analysis – 3rd Quarter 2011
 - 2nd ITF Meeting – May 3, 2011
- Draft report (internal) – October 2011
- Final report to SWRCB – February 2012
 - 3rd ITF Meeting – Spring 2012
- SWRCB Report to Legislature – April 2012
- Directed follow-up studies – April 2013



Motivation

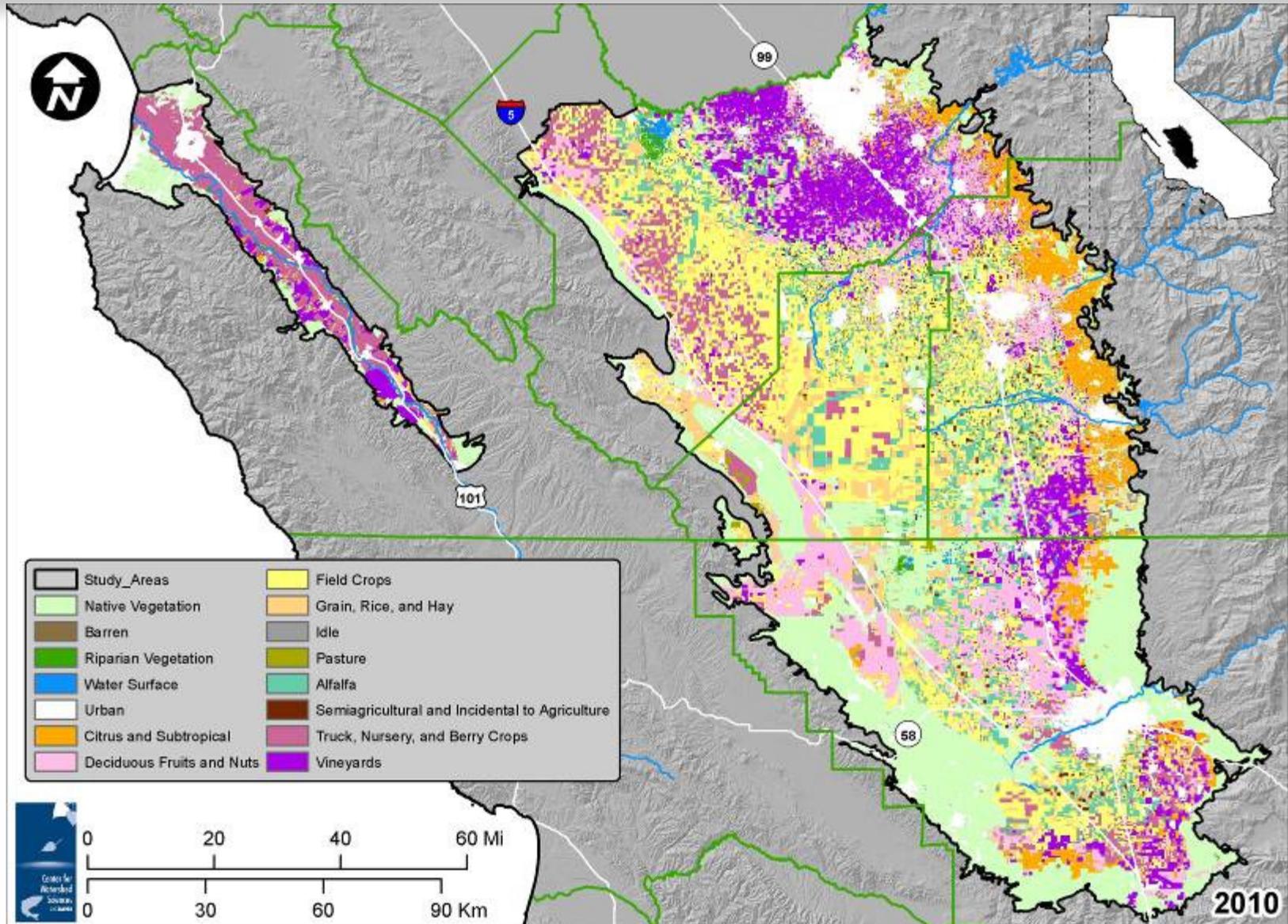
- Nitrate most common groundwater pollutant
- Tulare Lake Basin and Salinas Valley among most affected groundwater basins in CA
- Domestic well water typically untreated / unknown quality
- High nitrate costly to treat for small / disadvantaged communities



How can this be best fixed?



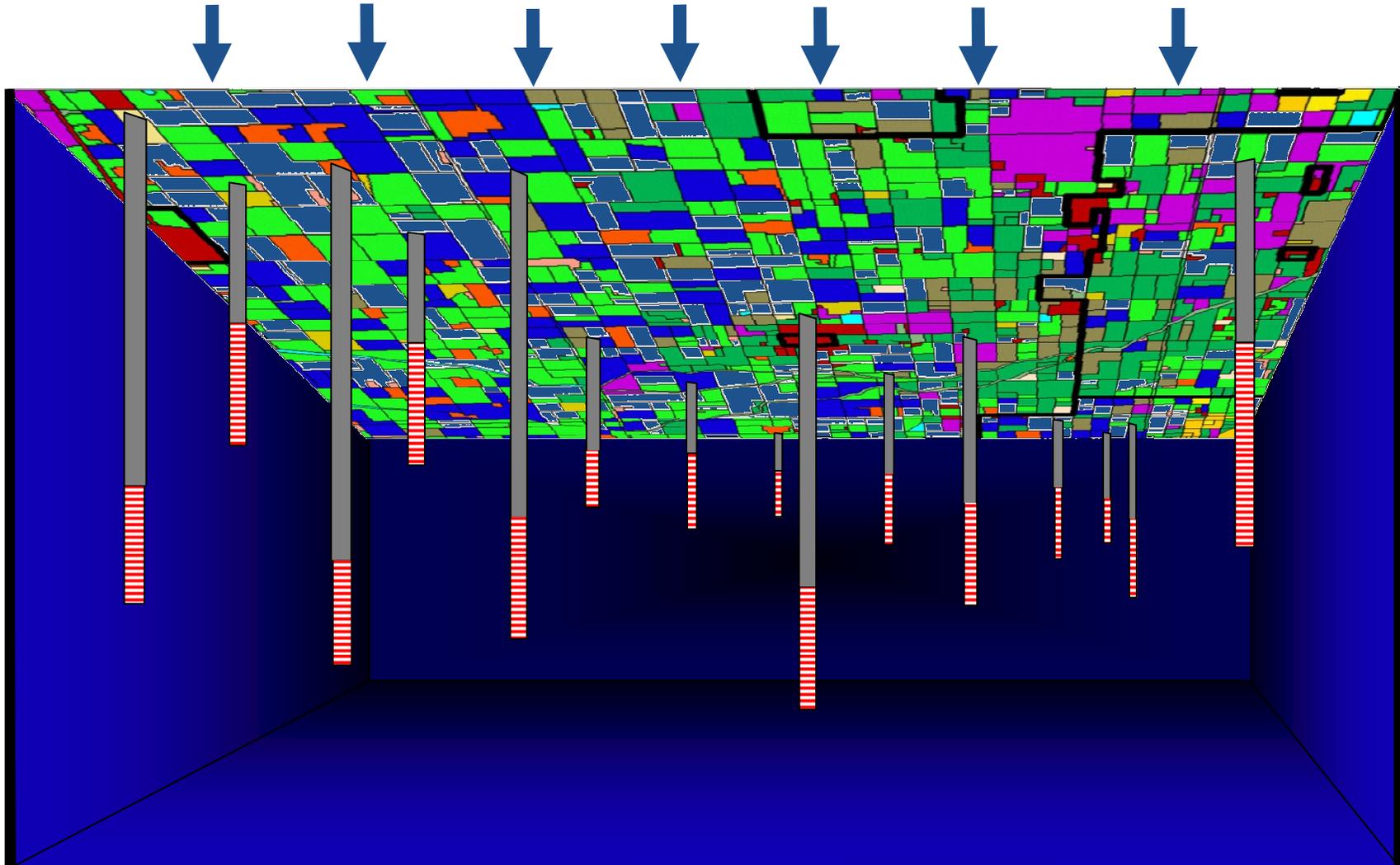
Landuse



Key Study Outcomes: Assessment

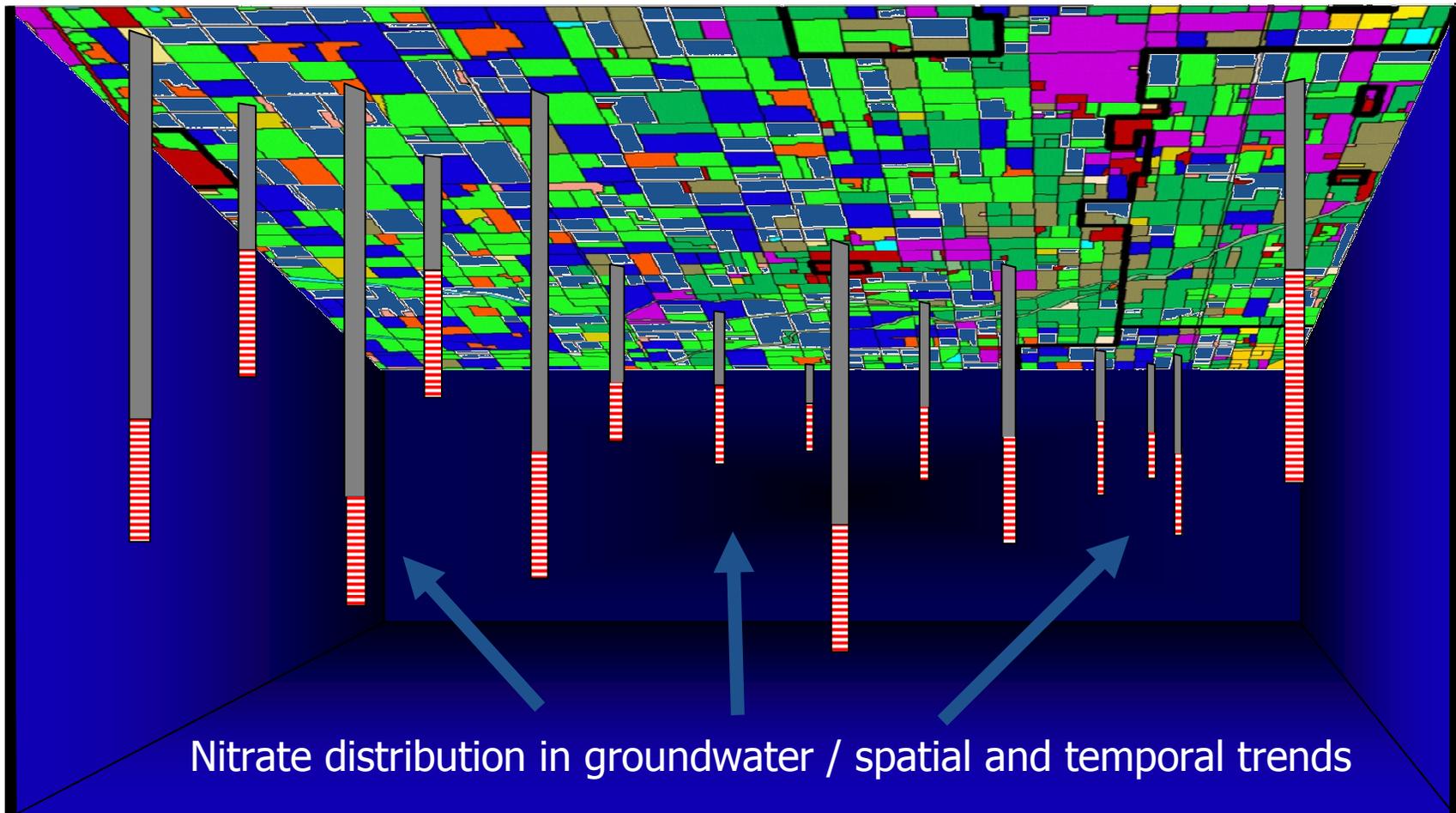


N Loading / Sources





Key Study Outcomes: Assessment

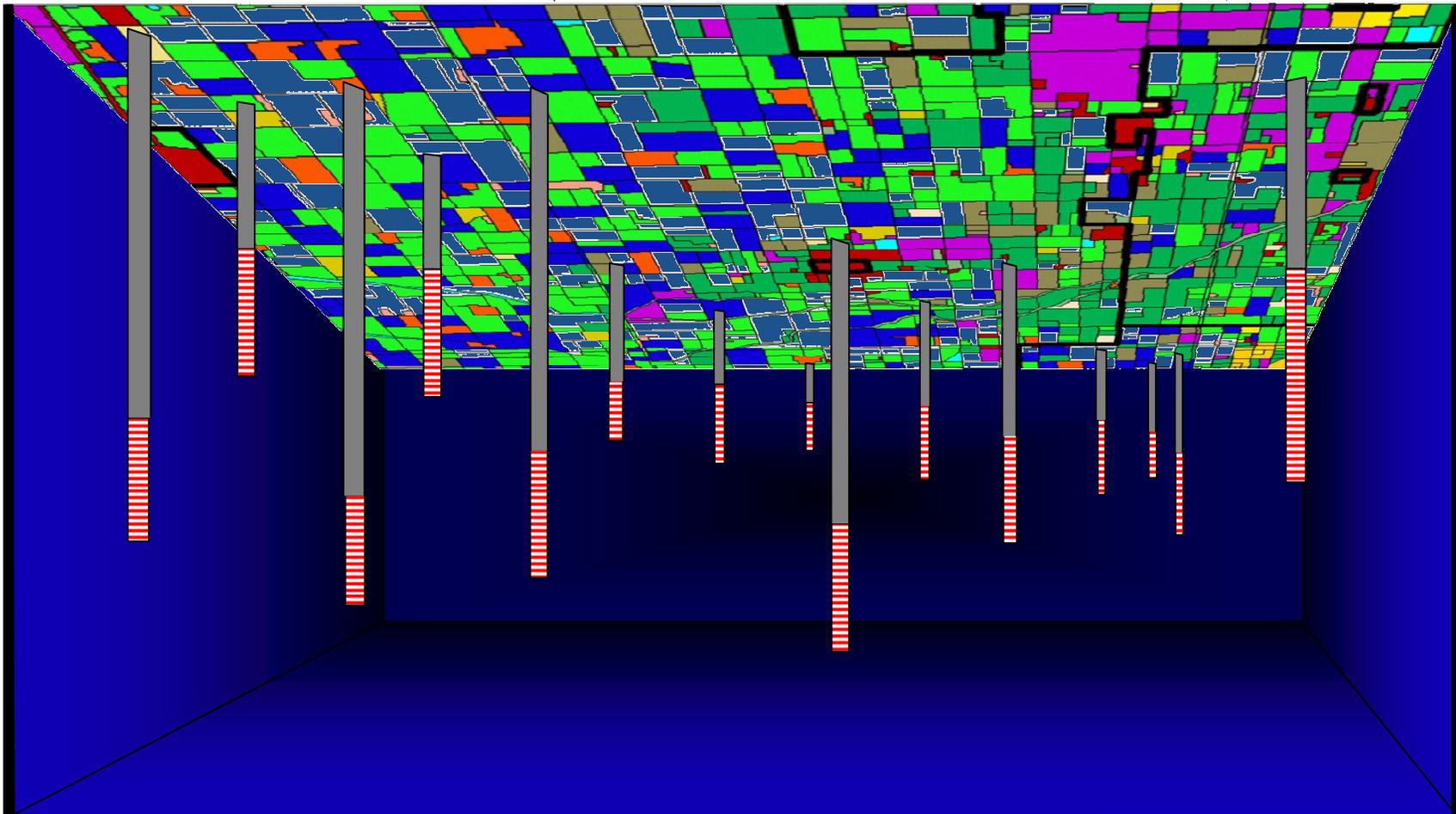


Nitrate distribution in groundwater / spatial and temporal trends



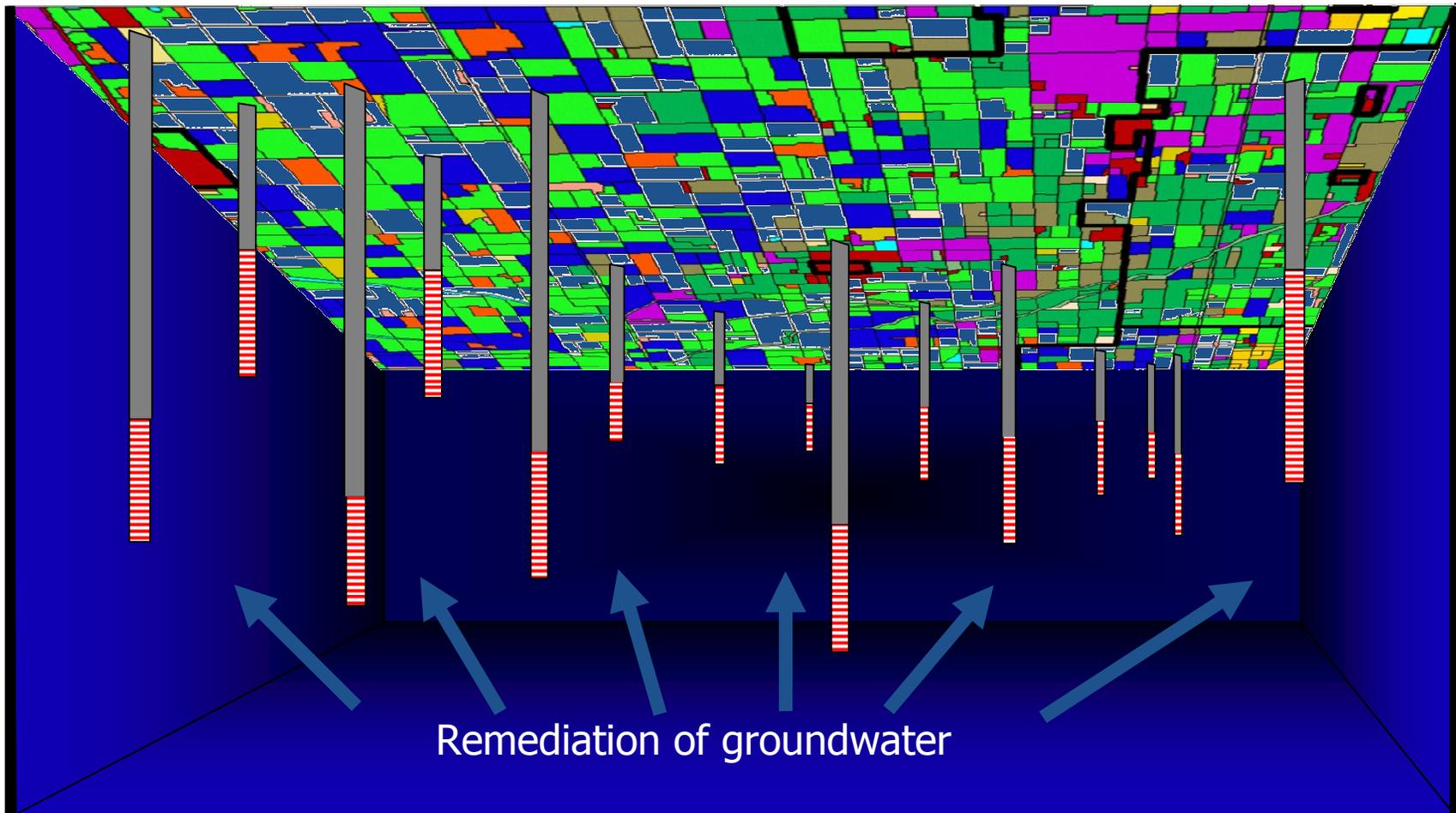
Key Study Outcomes: Actions

N Loading Reduction Options / Source Control





Key Study Outcomes: Actions

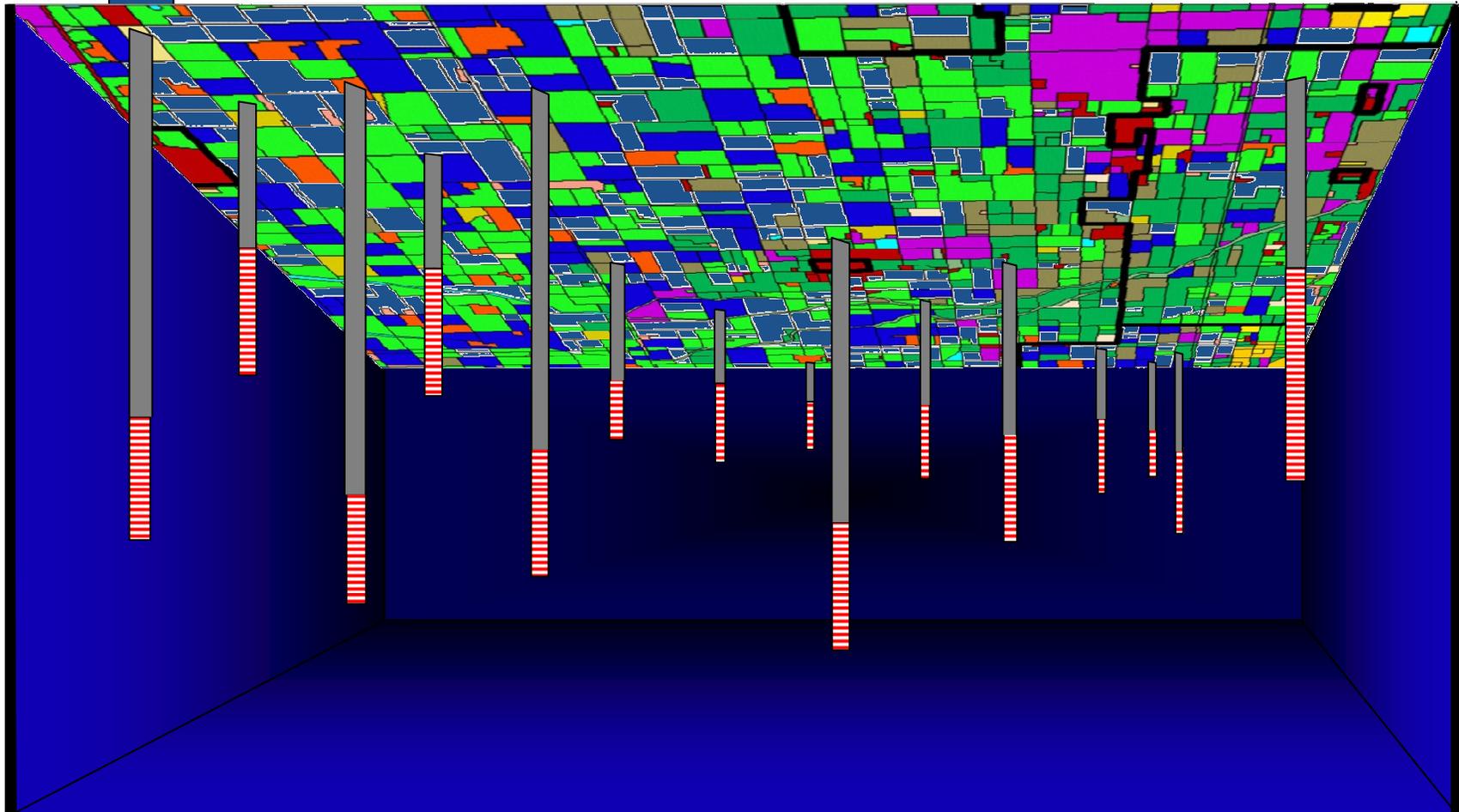




Key Study Outcomes: Actions

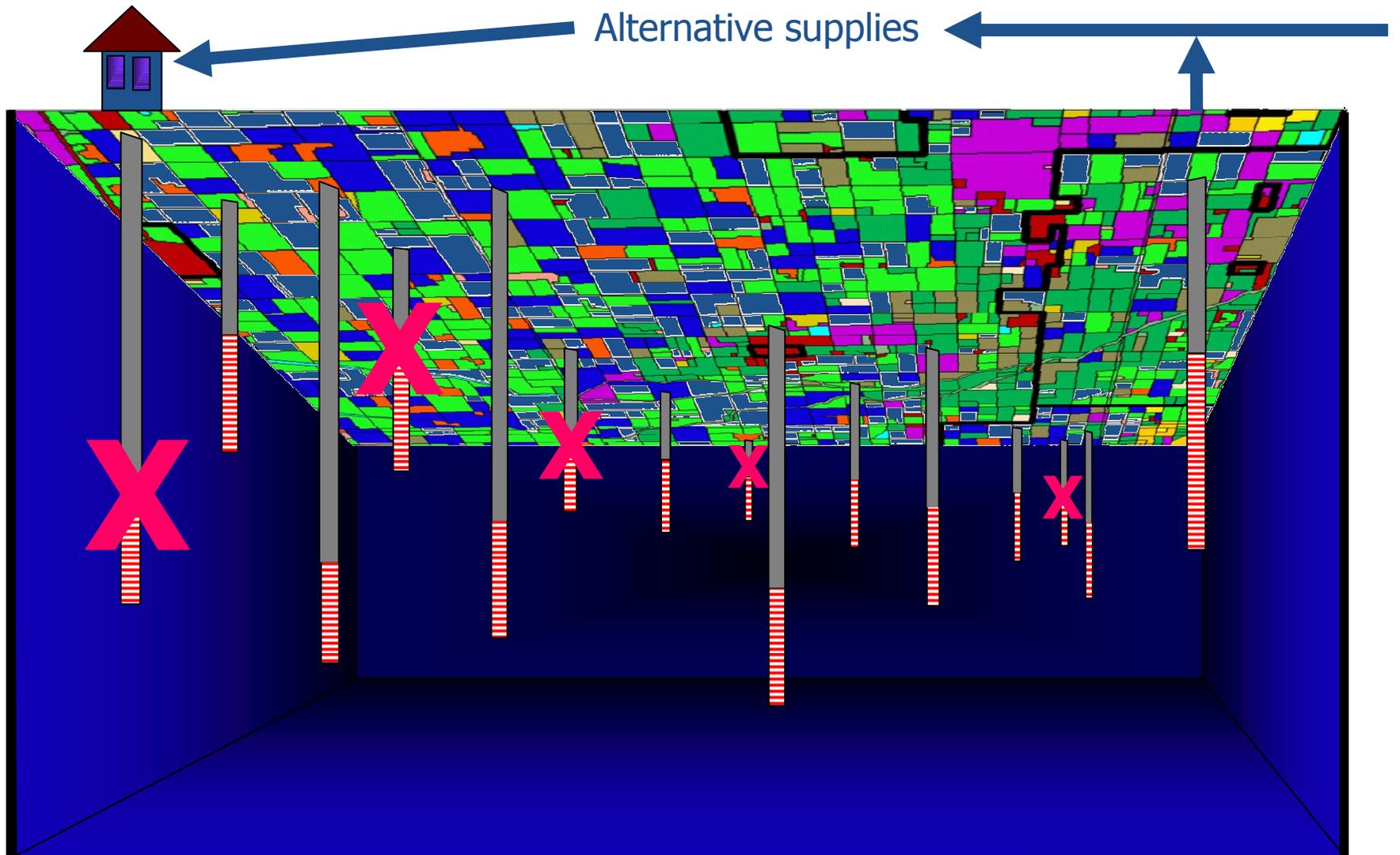


N treatment options

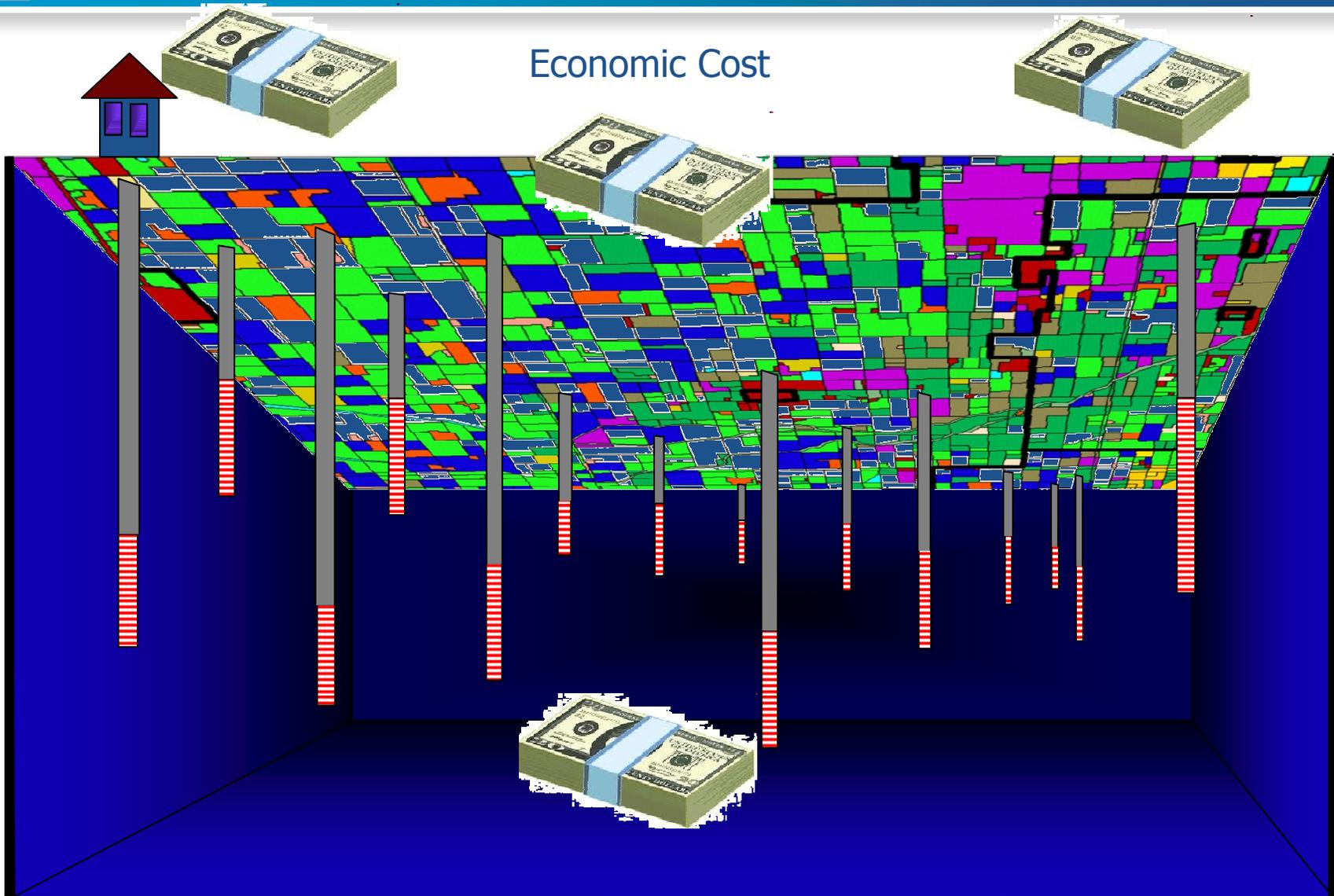




Key Study Outcomes: Actions



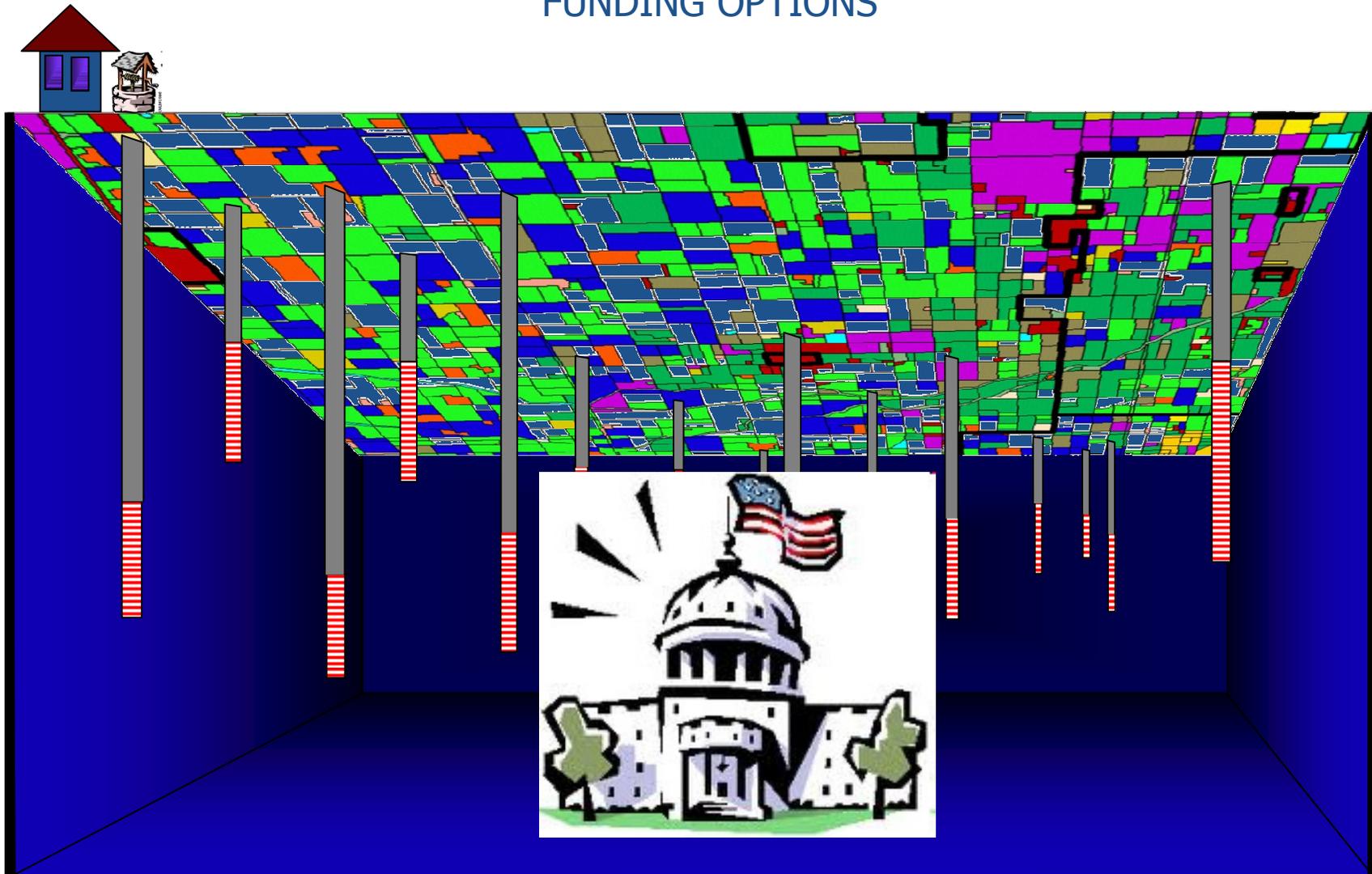
Key Study Outcomes: Costs





Key Study Outcomes: Funding

FUNDING OPTIONS



Framework for Funding and Regulatory Options

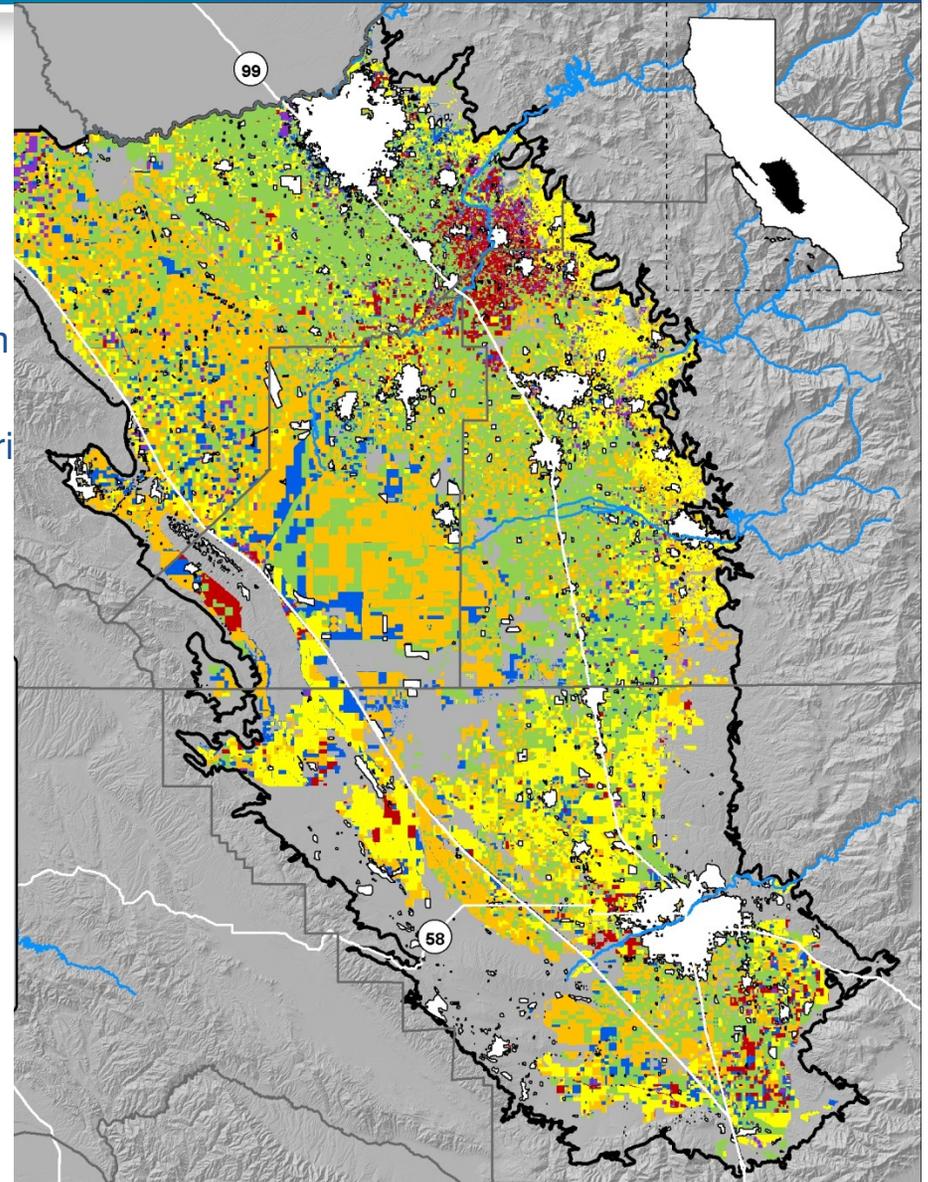




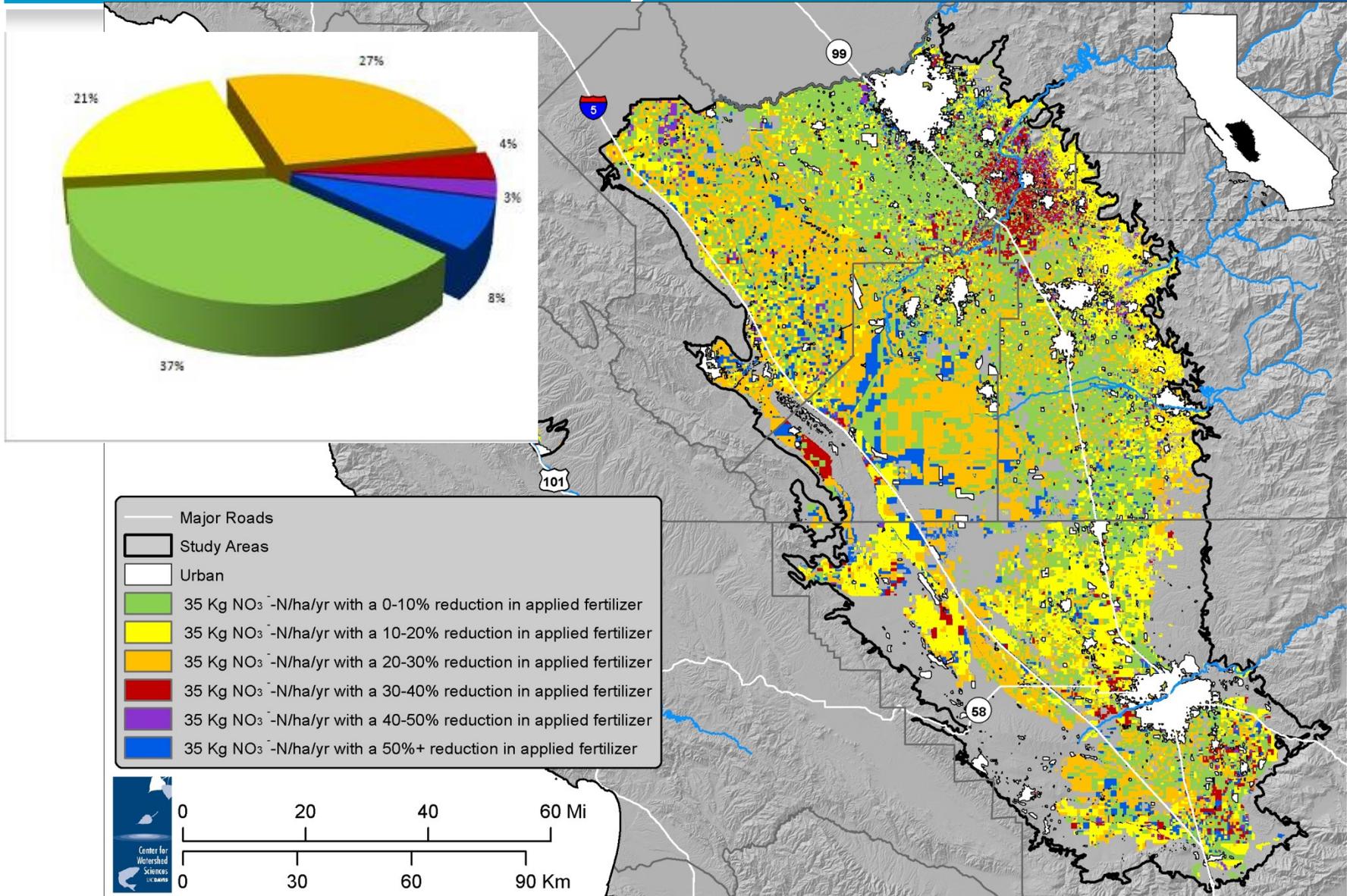
N Loading: Fertilizer

- Time Frame(s):
 - 2000-2010
- Methods:
 - Land Use Estimates (CAML 2.0)
 - Farmland Mapping Monitoring Program
 - DWR by county (date varies)
 - Cropland Data Layer from National Agriculture Inventory
 - CDF Multisource Land Cover (2002)
- Results:

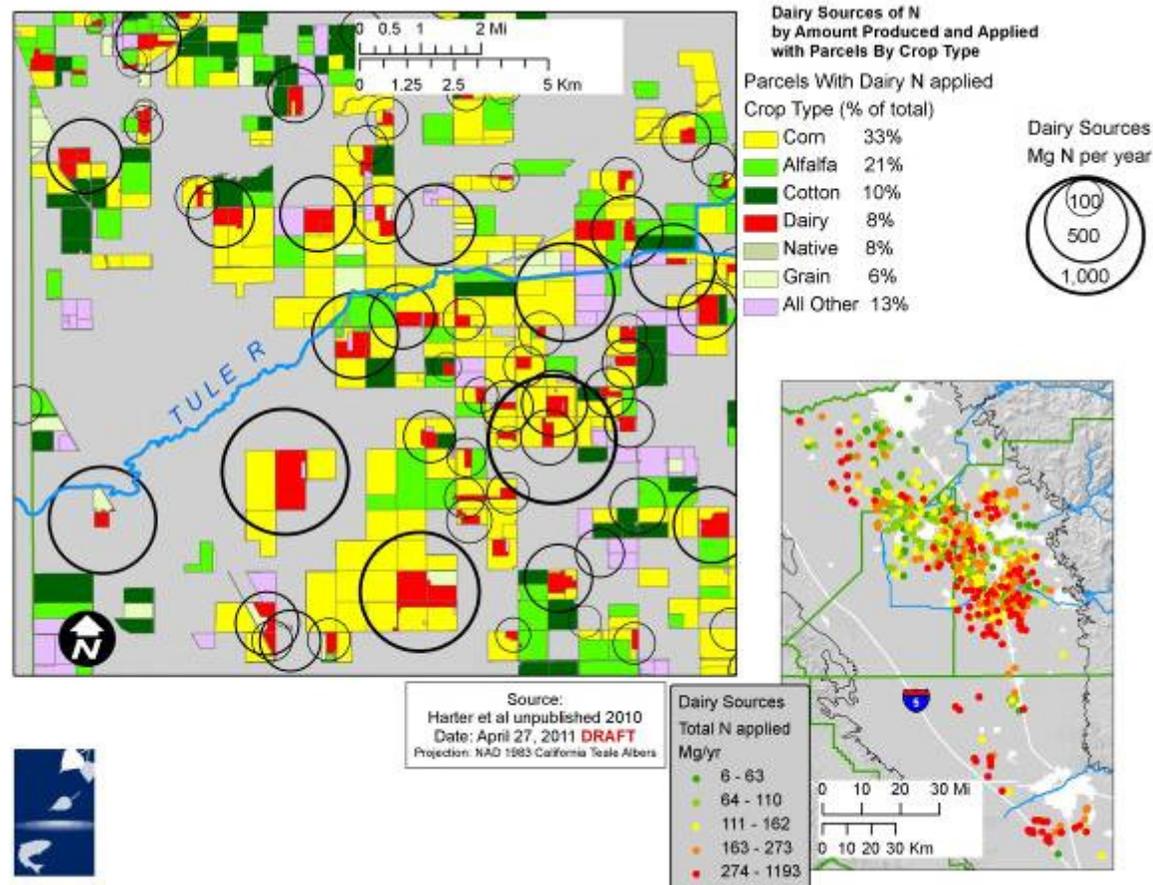
| Study Basin | Potential N Load Leached (Mg/yr) |
|-------------------|----------------------------------|
| Salinas Valley | 9,688 |
| Tulare Lake Basin | 84,775 |



Fertilizer Loading Reduction Necessary to ~ Meet MCL



N Loading: Animal Farming (Dairies)



dairy N loading to land application:
dairy N loading directly via corrals and lagoons

114,000 Mg/yr
2,000 – 10,000 Mg/yr *(Preliminary)*



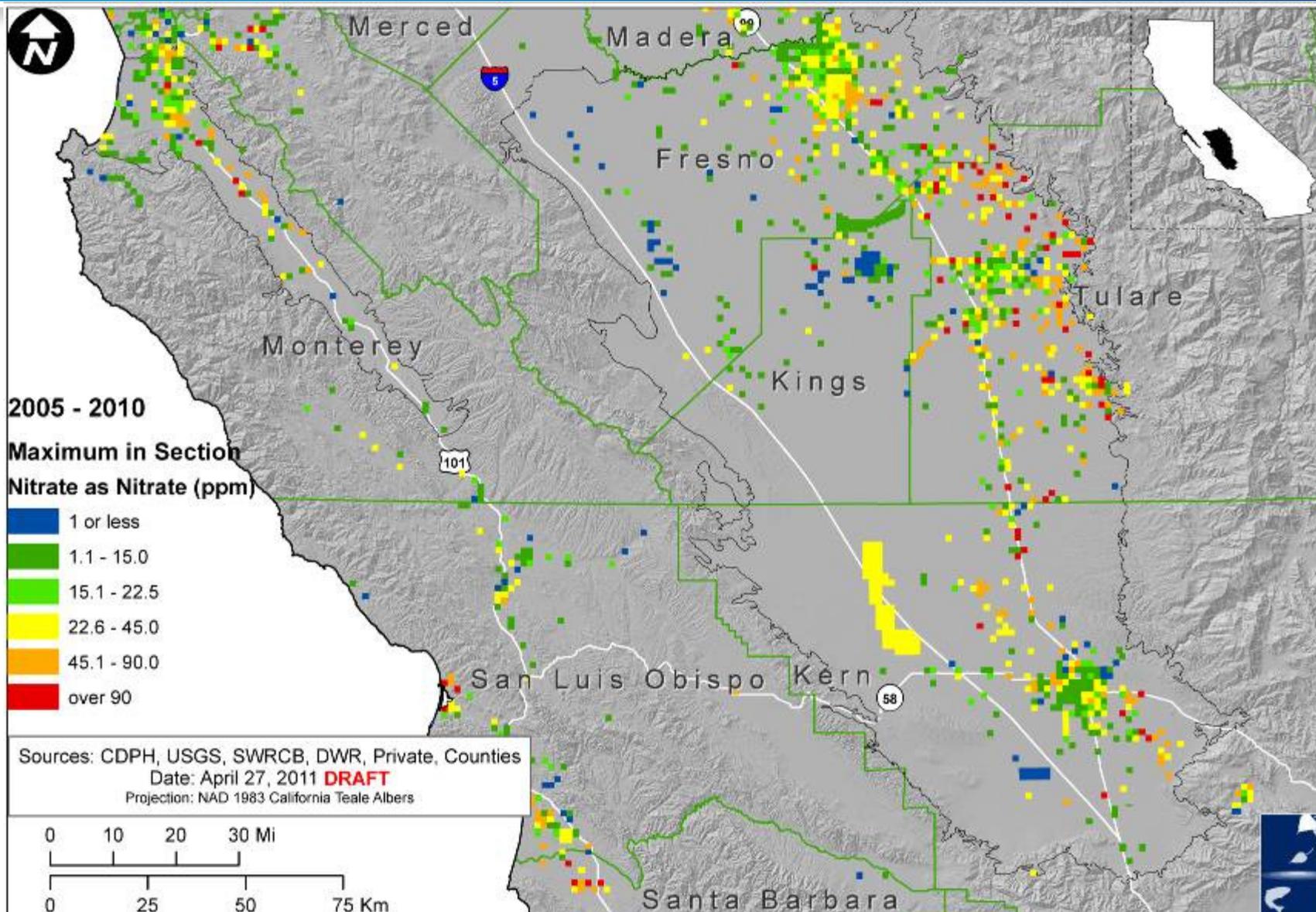
N Loading: WWTP and Food Processors

Metric Tons (Mg) of N Applied Annually in facility discharge

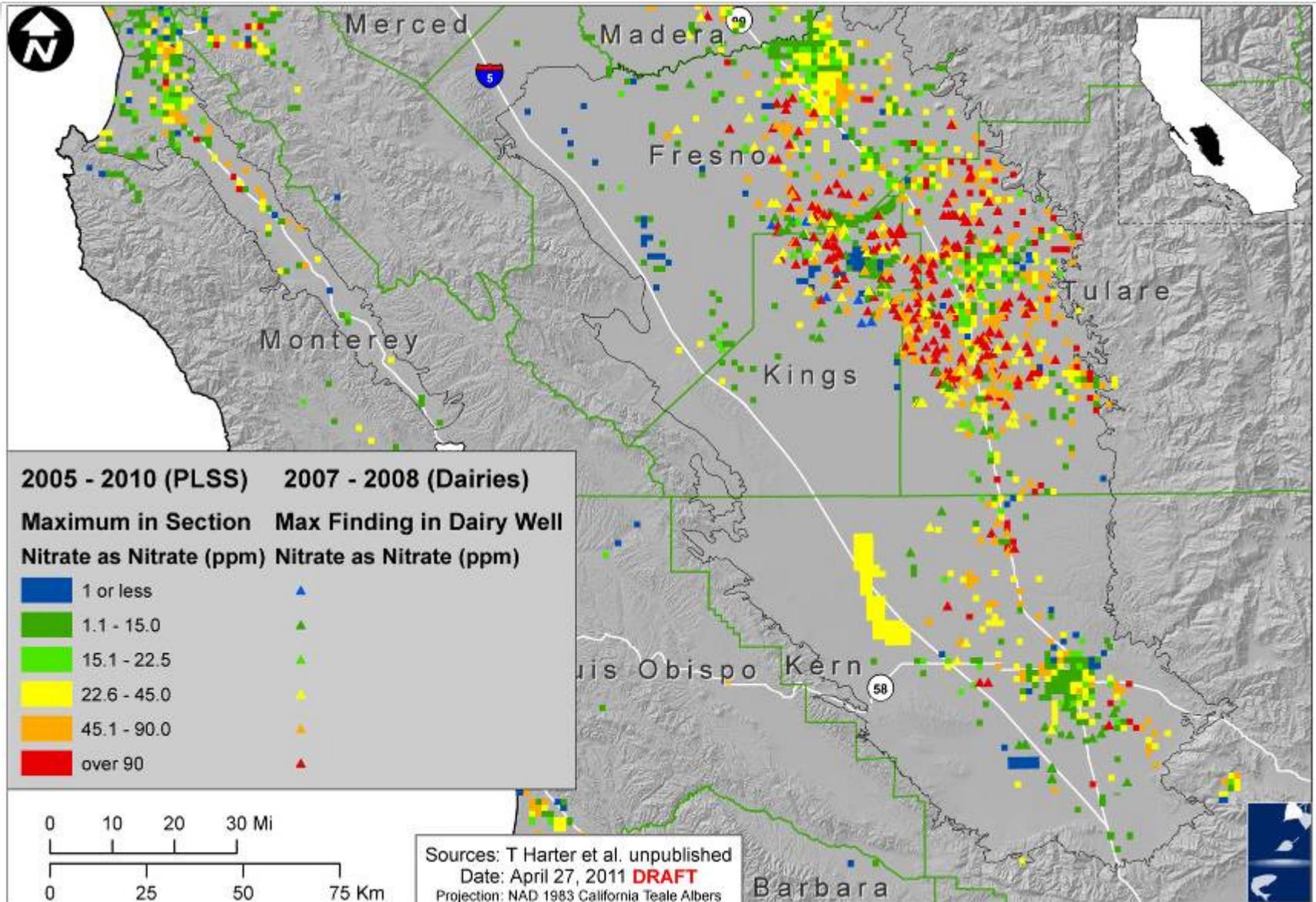
| | WWTP (90%) | WWTP (est. 100%) | FP (reported) | FP (est. max) |
|------------------|---------------|------------------------|------------------|------------------|
| By County | | | | |
| Fresno | 2,344 | 2,604 | 303 | 674 |
| Kern | 913 | 1,014 | 455 | 1,010 |
| Kings | 121 | 134 | 167 | 372 |
| Tulare | 1,583 | 1,759 | 91 | 203 |
| Monterey | 313 | 348 | 15 | 33 |
| Basin | | | | |
| TLB | 4,961 | 5,511 | 1,016 | 2,259 |
| SVB | 313 | 348 | 15 | 33 |
| Total | 5,274 | 5,859 | 1,031 | 2,292 |

These are preliminary estimates and do NOT include applied solids.

Current Groundwater Quality: Highest NO₃ per Land Section

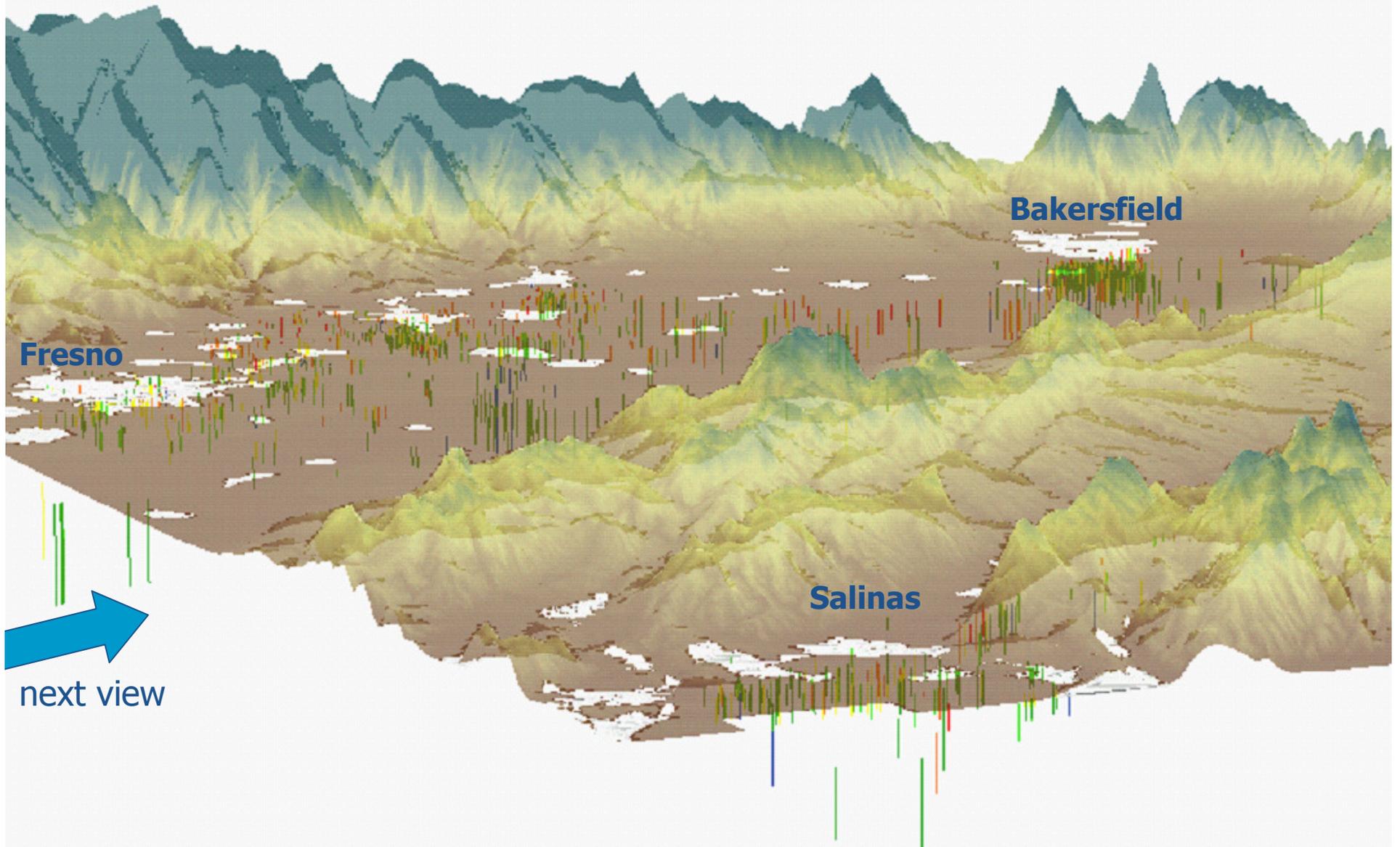


Current Groundwater Quality: Highest NO₃ per Land Section & per Dairy



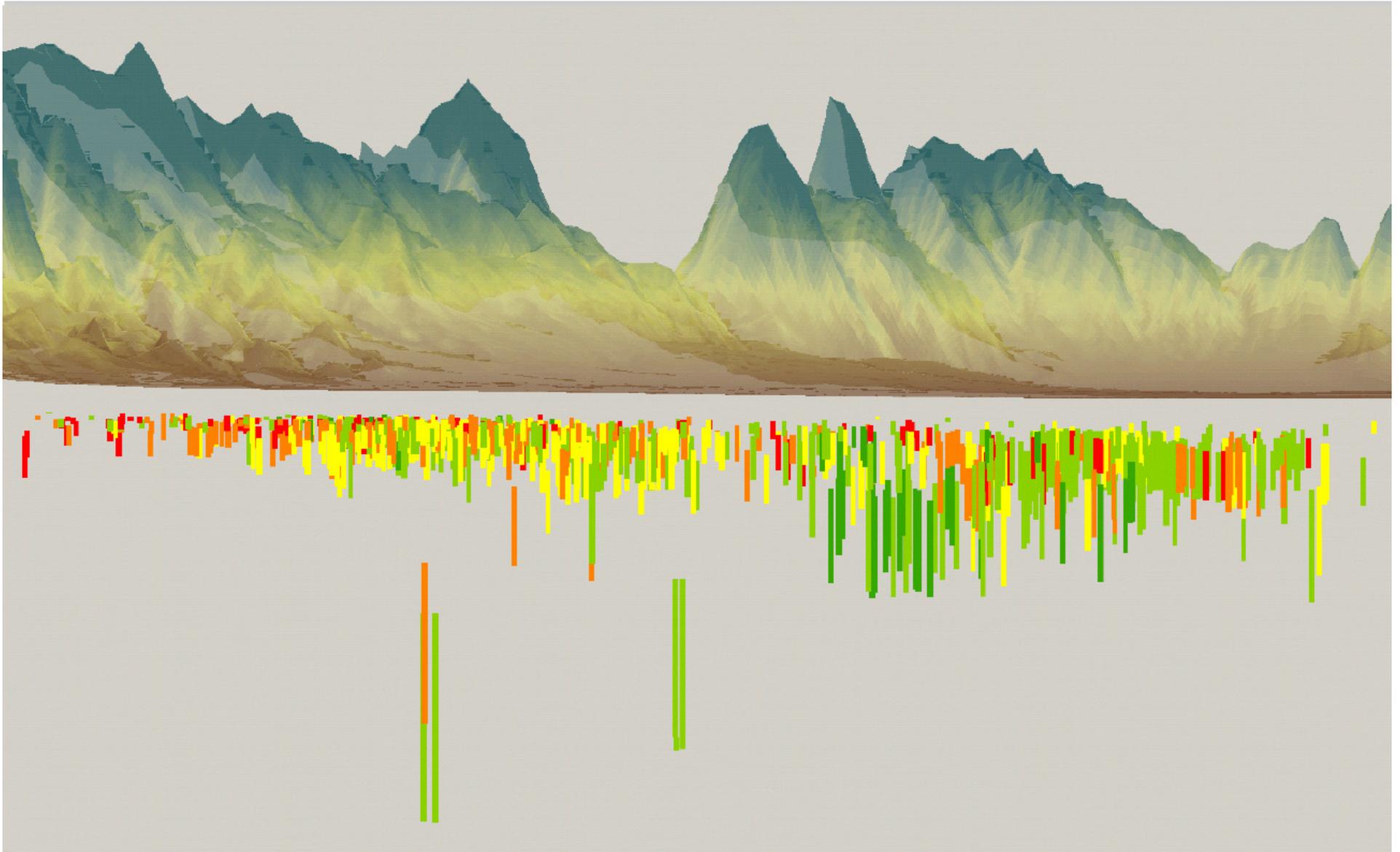


Current Nitrate in Wells with Depth Information





Current Nitrate in Wells with Depth Information





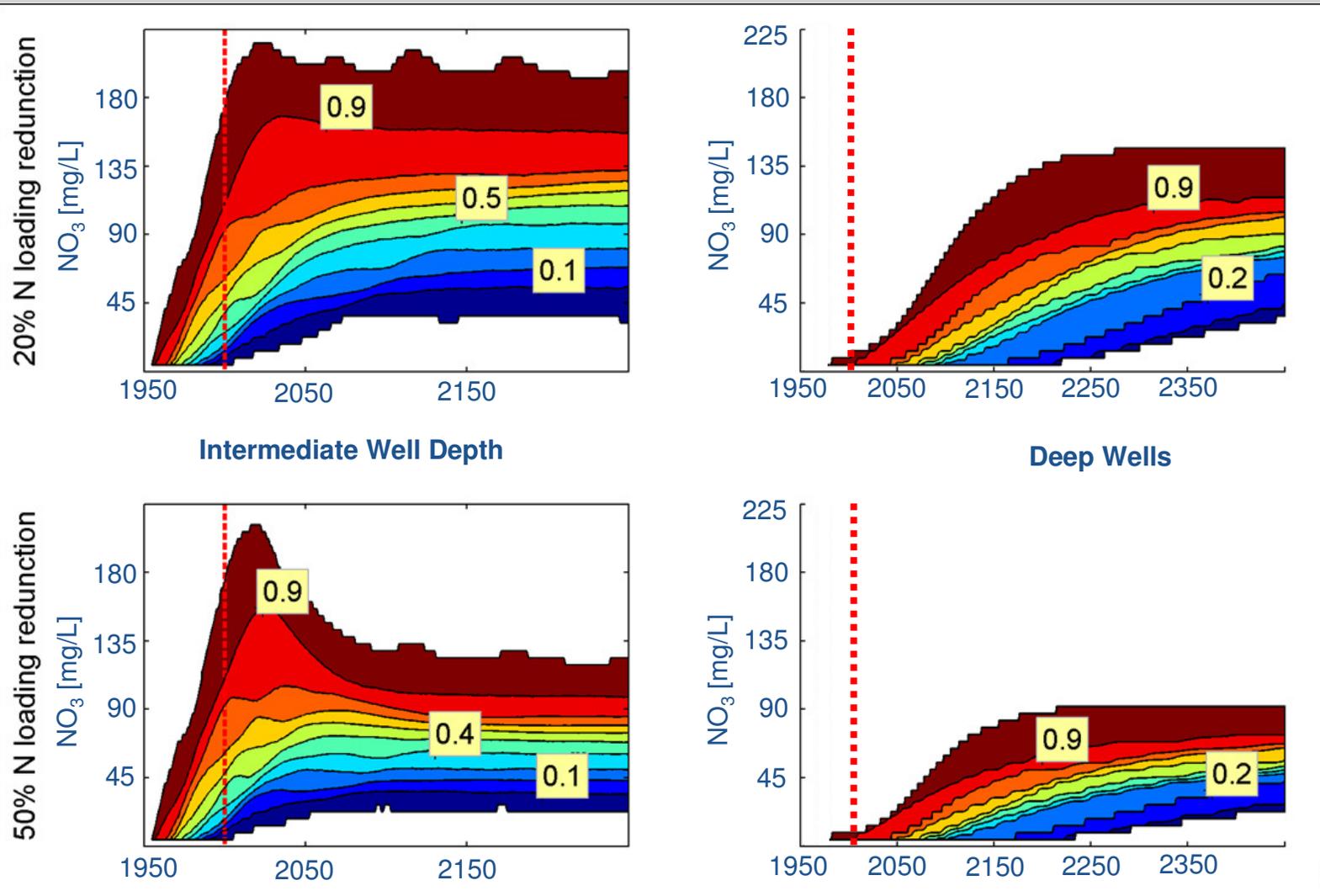
Nitrate in Wells: Long-Term Trends

| | Mean Change [mg/L/yr] | Conf. Interval -95% | Conf. interval +95% |
|-----------------------------------------------------------------------------------|--------------------------|---------------------------|---------------------------|
| Tulare Lake Basin (Tulare County) Public Supply Wells, 1970s-current ¹ | 0.27 (0.41) | 0.17 (0.22) | 0.36 (0.59) |
| Salinas Valley Public Supply Wells, 1970s-current ¹ | 0.53 | 0.31 | 0.77 |
| Salinas Valley Dedicated Monitoring Wells, 1990-current | 2.04 | 1.25 | 2.82 |

¹underlying data: all public water supply well data

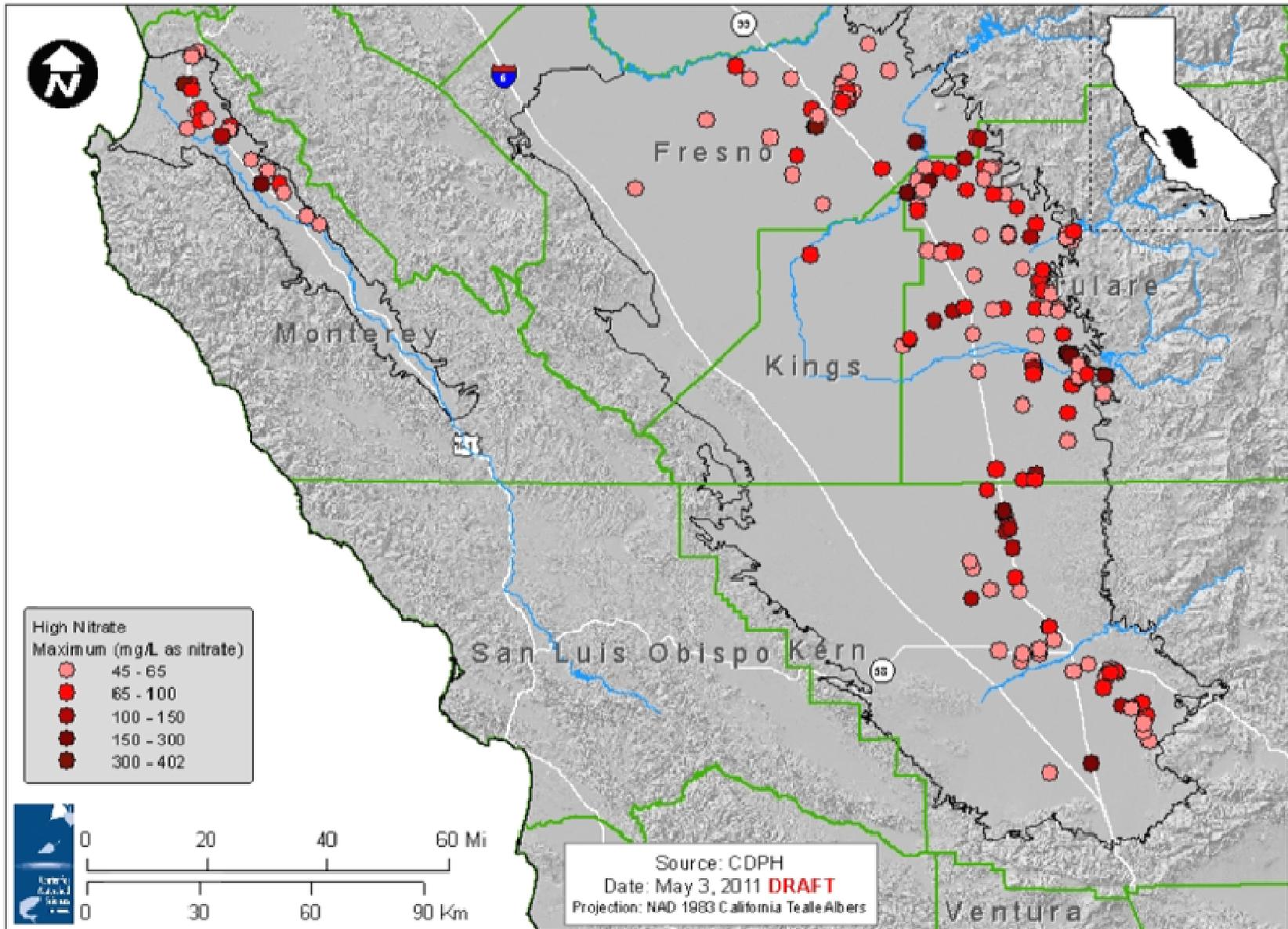


Future model predictions

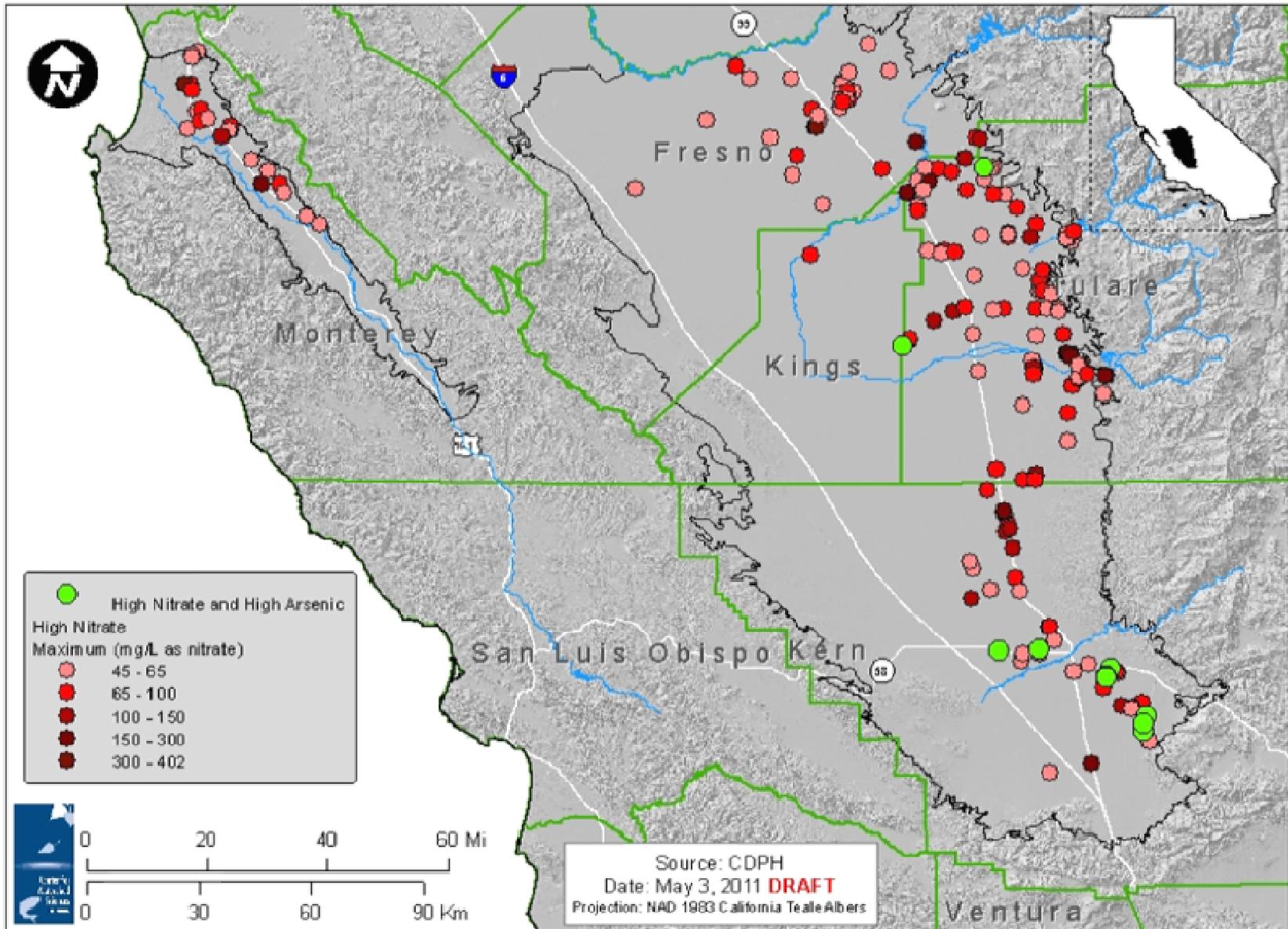


Preliminary modeling results for conceptual illustration only,
subject to further model adjustment and calibration

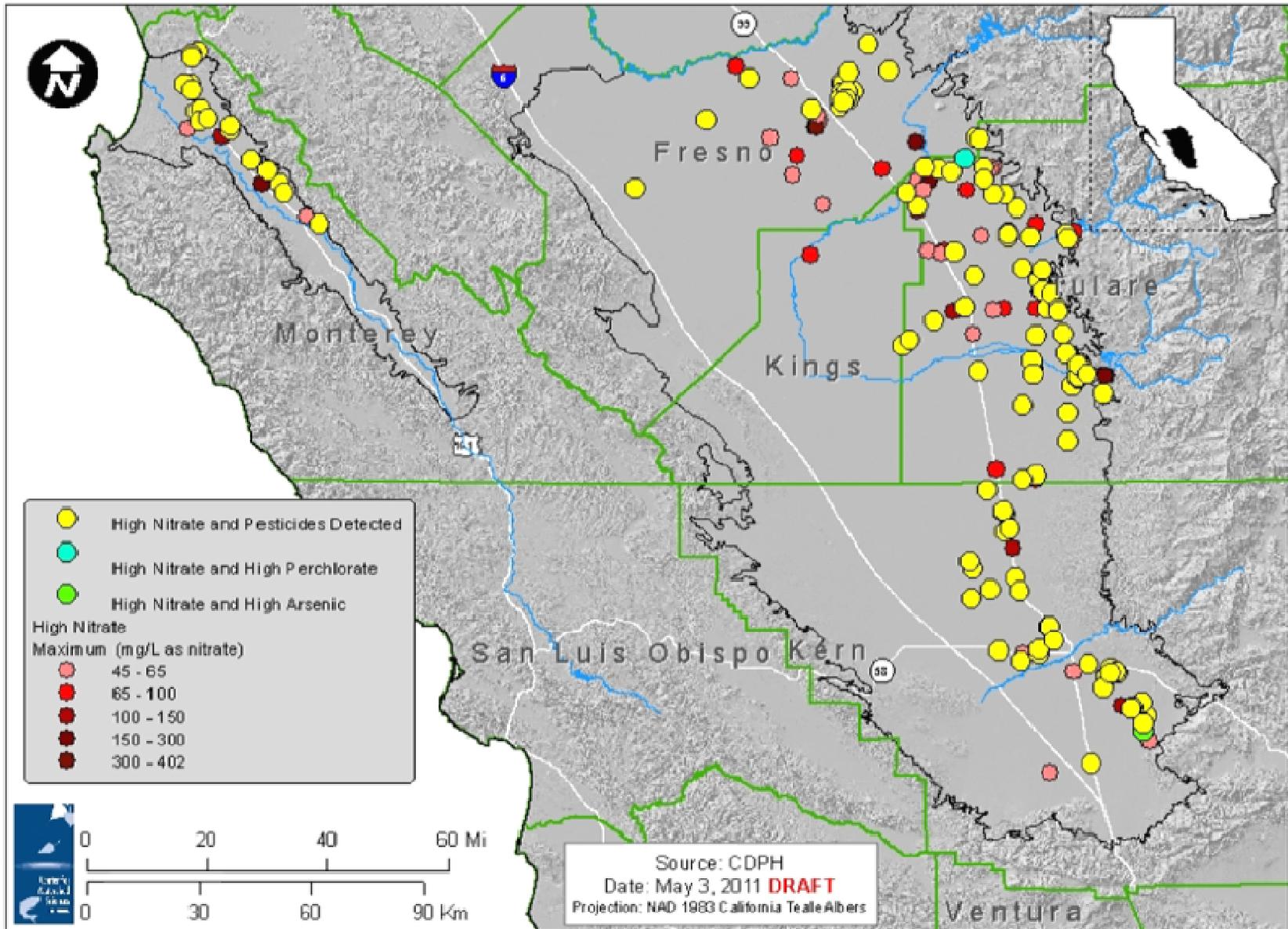
Raw Water Nitrate Levels Exceeding the MCL (45 mg/L as nitrate) and Consideration of Co-contaminants



Raw Water Nitrate Levels Exceeding the MCL (45 mg/L as nitrate) and Consideration of Co-contaminants



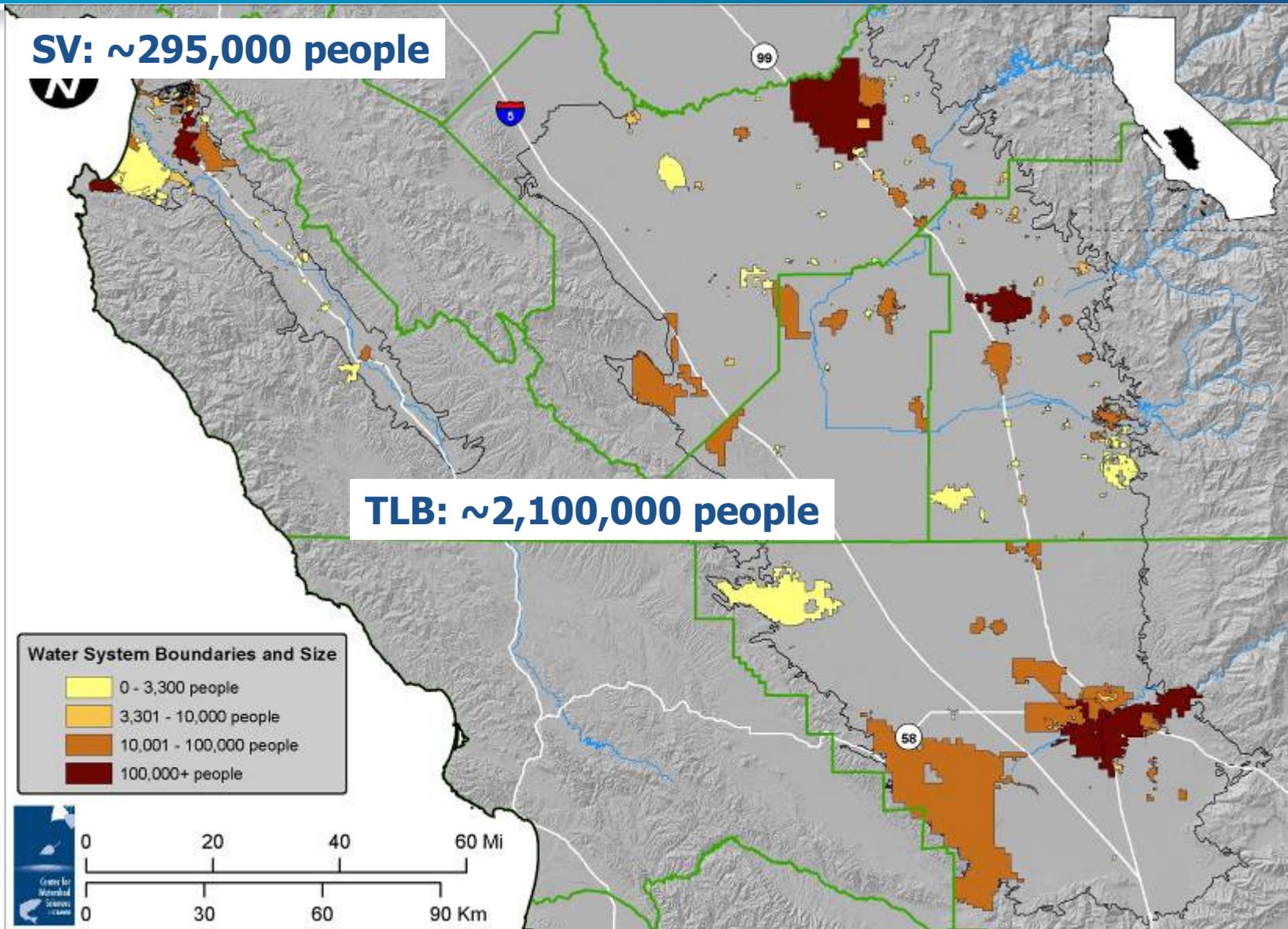
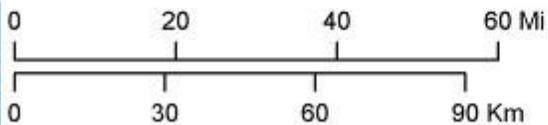
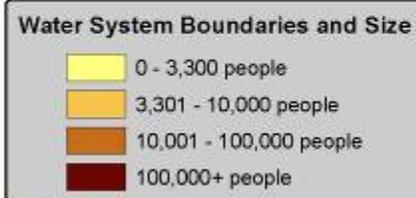
Raw Water Nitrate Levels Exceeding the MCL (45 mg/L as nitrate) and Consideration of Co-contaminants



Community Water Systems

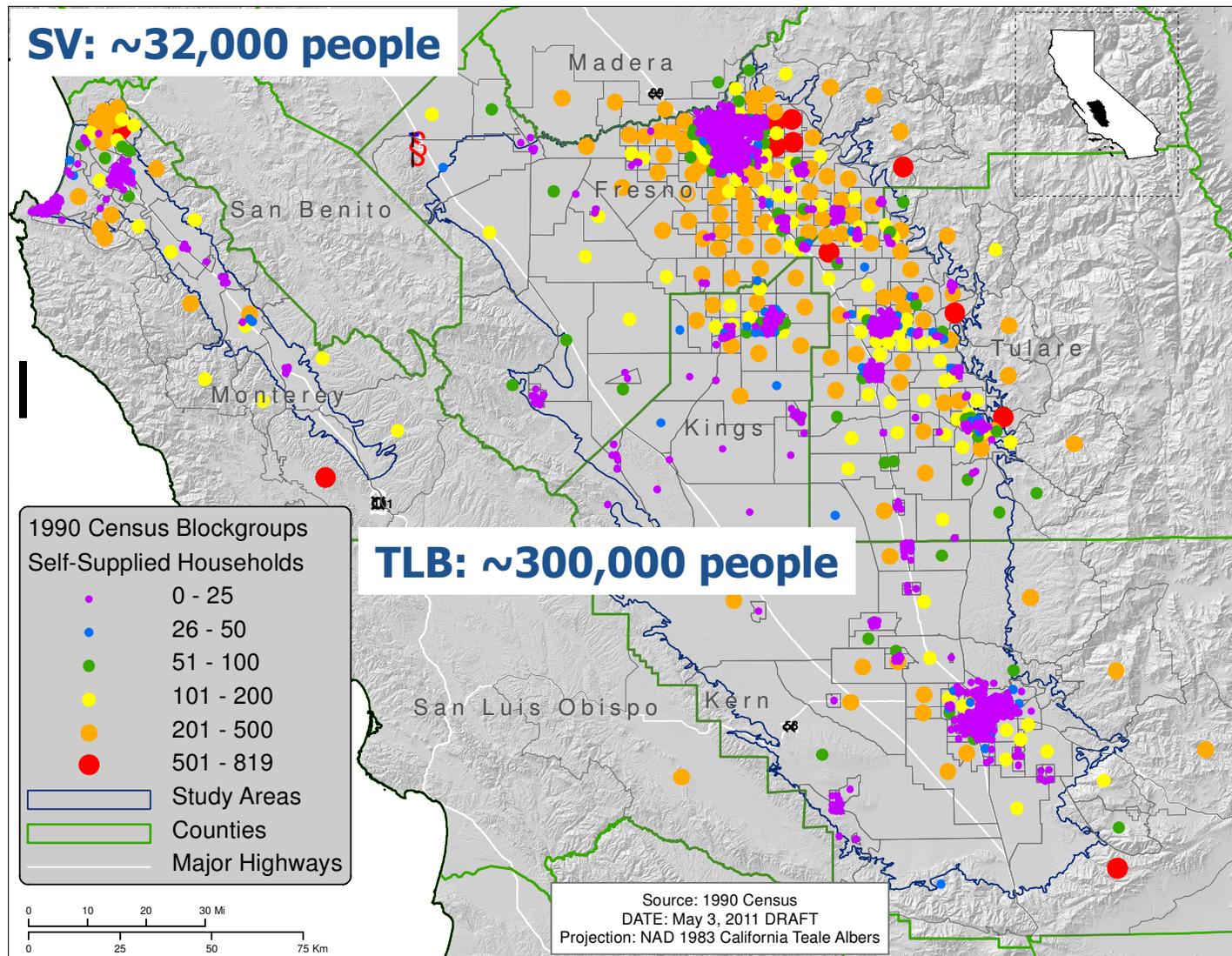
SV: ~295,000 people

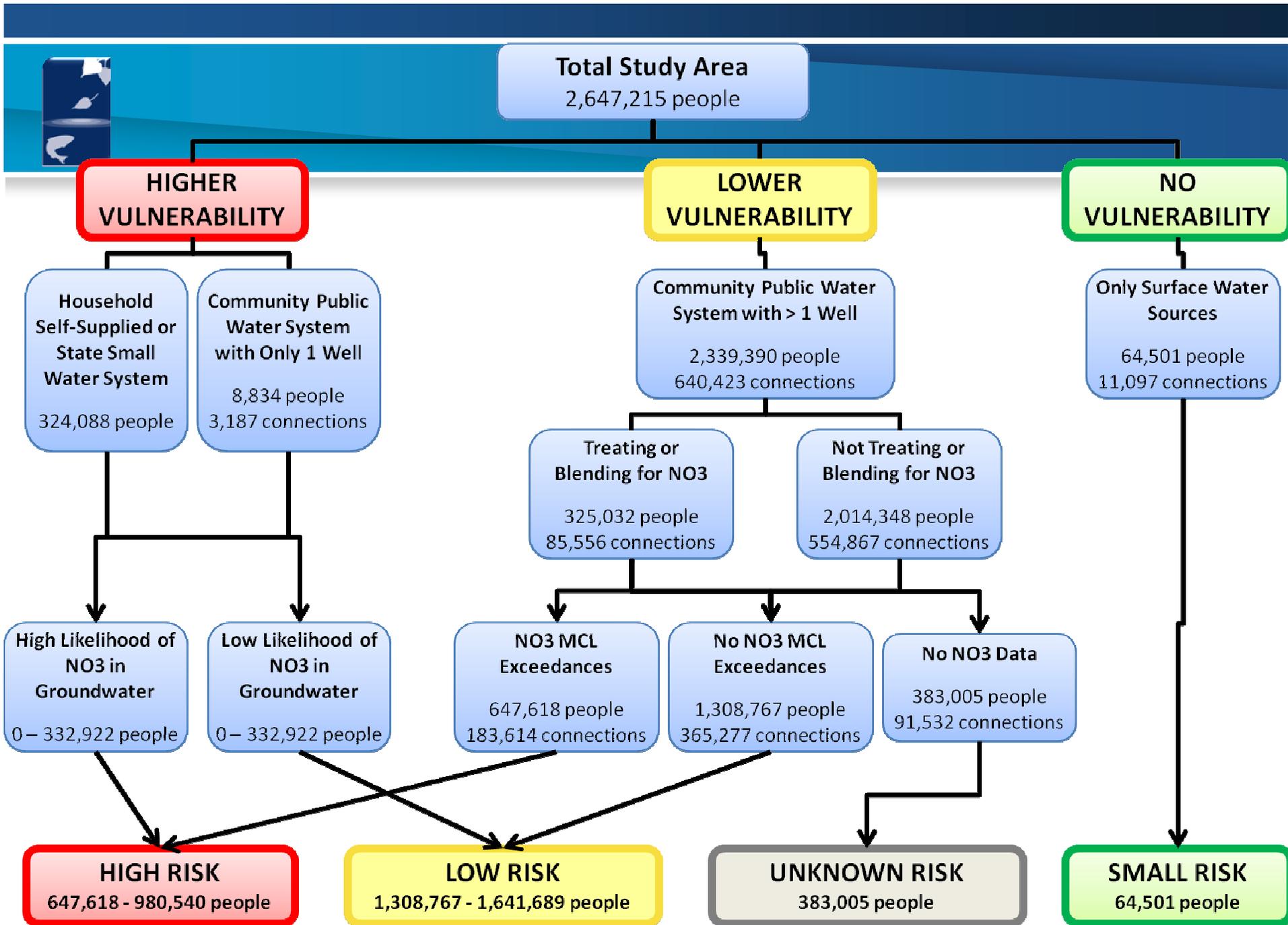
TLB: ~2,100,000 people



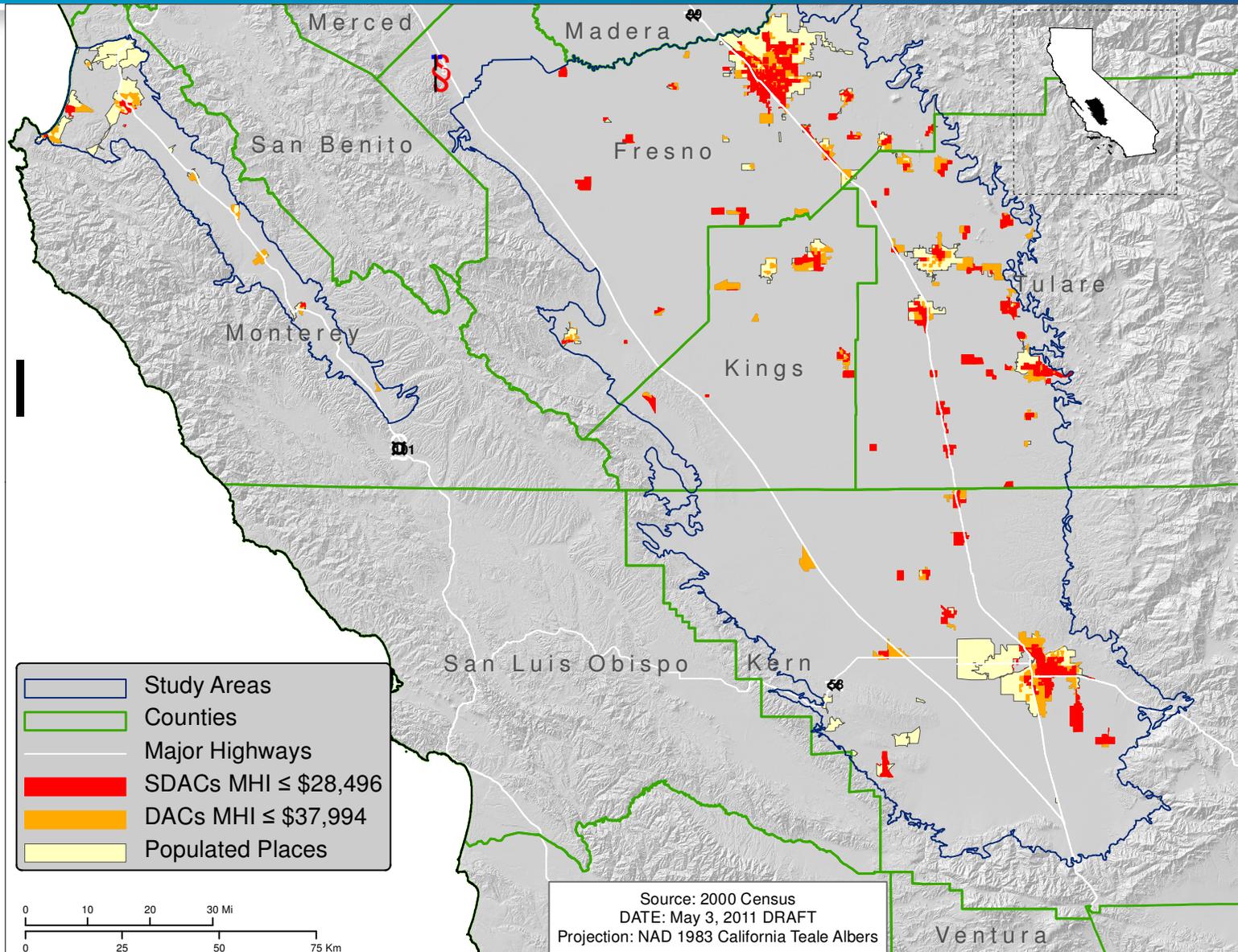


Household Self-Supplied Systems





Disadvantaged Communities





Alternative Water Supply Options

- **Improve Existing Source**
 - Blending+
 - Drill Deeper or New Well+
 - Community Treatment
 - Household Treatment*
 - Centralized Management of POU/POE
- **Create Alternative Supplies**
 - Switch to Treated Surface Water
 - Consolidation
 - Trucked Water*
 - Bottled Water
- **Relocate Households**

Ancillary Activities:

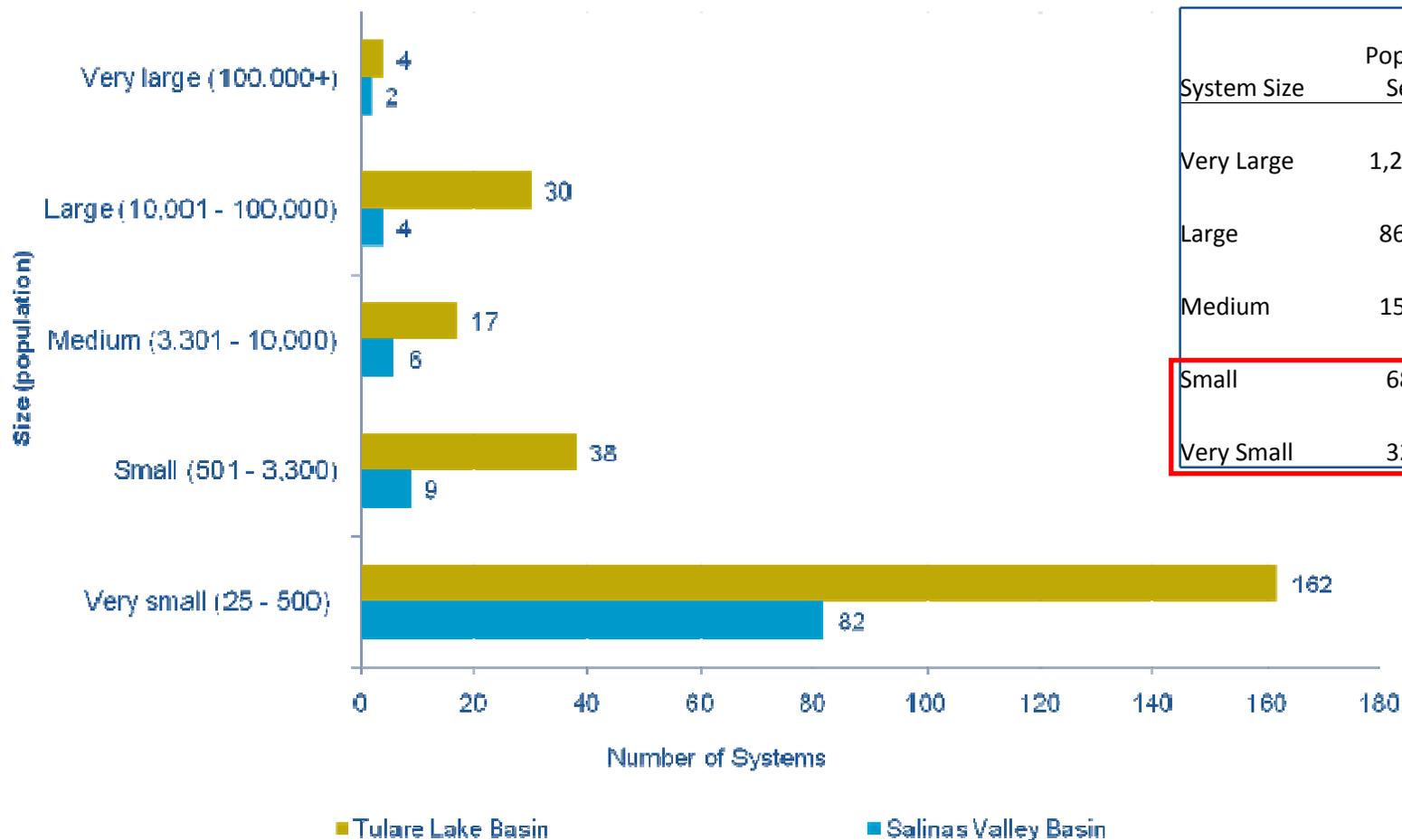
+Well Water Quality Testing

*Dual System



Regionalization/Consolidation

System Distribution by Population Served

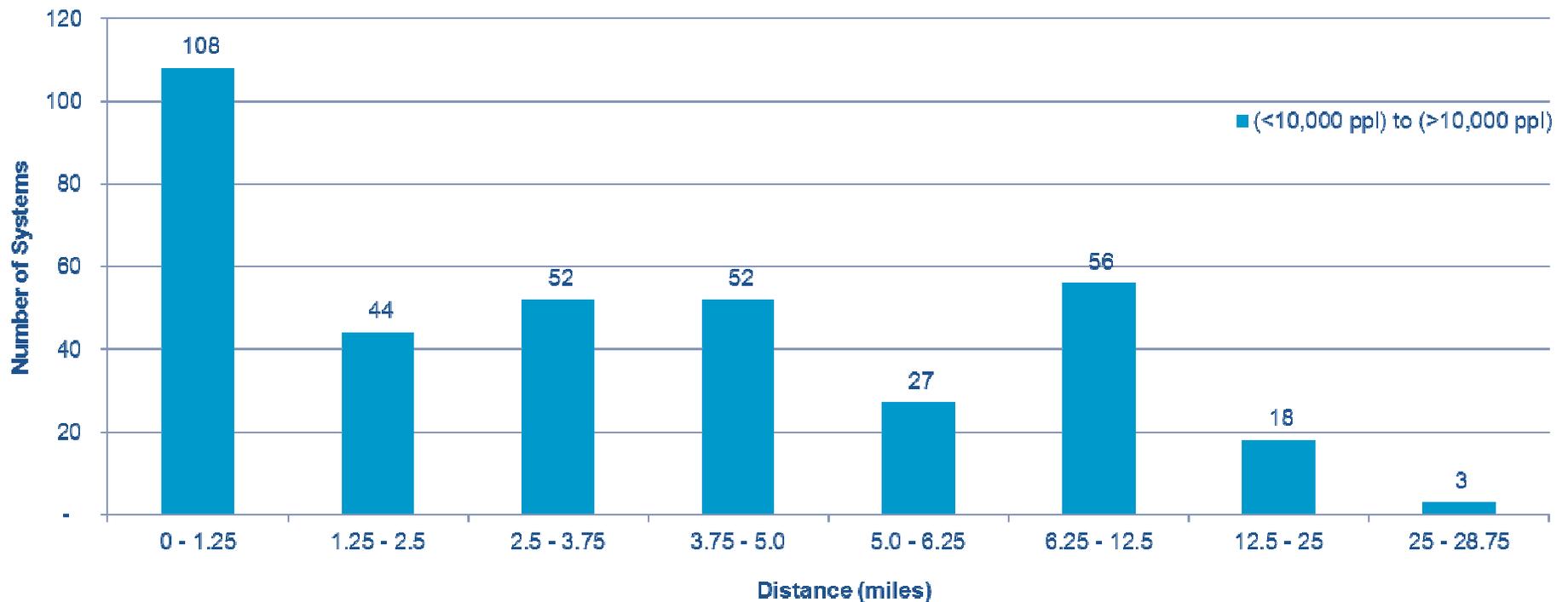


| System Size | Population Served | % of Total Population on CWS |
|-------------|-------------------|------------------------------|
| Very Large | 1,230,047 | 52% |
| Large | 860,892 | 37% |
| Medium | 155,497 | 7% |
| Small | 68,246 | 3% |
| Very Small | 32,852 | 1% |



Piped Connection to an Existing System

The Minimum Distance from a Small System to a Larger System [Source: PICME 2010]





Removal Technologies

- Ion Exchange



Source: Siemens

- Nitrate displaces chloride on anion exchange resin
- Resin recharge with brine solution
- Limitations: sulfate, resin fouling, disposal

- Reverse Osmosis



Source: Dow Chemical

- Water molecules pushed through membrane
- Contaminants left behind
- Limitations: membrane fouling, pretreatment, disposal

- Electrodialysis



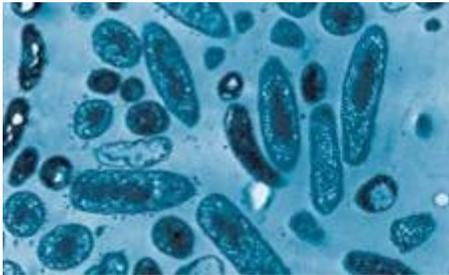
Source: PC Cell

- Electric current governs ion movement
- Anion and cation exchange membranes
- Limitations: operationally complex, disposal



Reduction Technologies

- Biological Denitrification



Source: AnoxKaldnes

- Bacteria transform nitrate to nitrogen gas
- Anoxic conditions
- Requires electron donor (substrate)
- Limitations: lack of U.S. full scale systems, substrate requirement, post-treatment (filtration, disinfection)

- Chemical Denitrification



Source: Hepure Technologies

- Metals reduce nitrate to ammonia (typically)
- Zero-valent iron (ZVI)
- Catalytic denitrification
- Limitations: pilot studies only, reduction to ammonia, dependence on temperature and pH



POU/POE



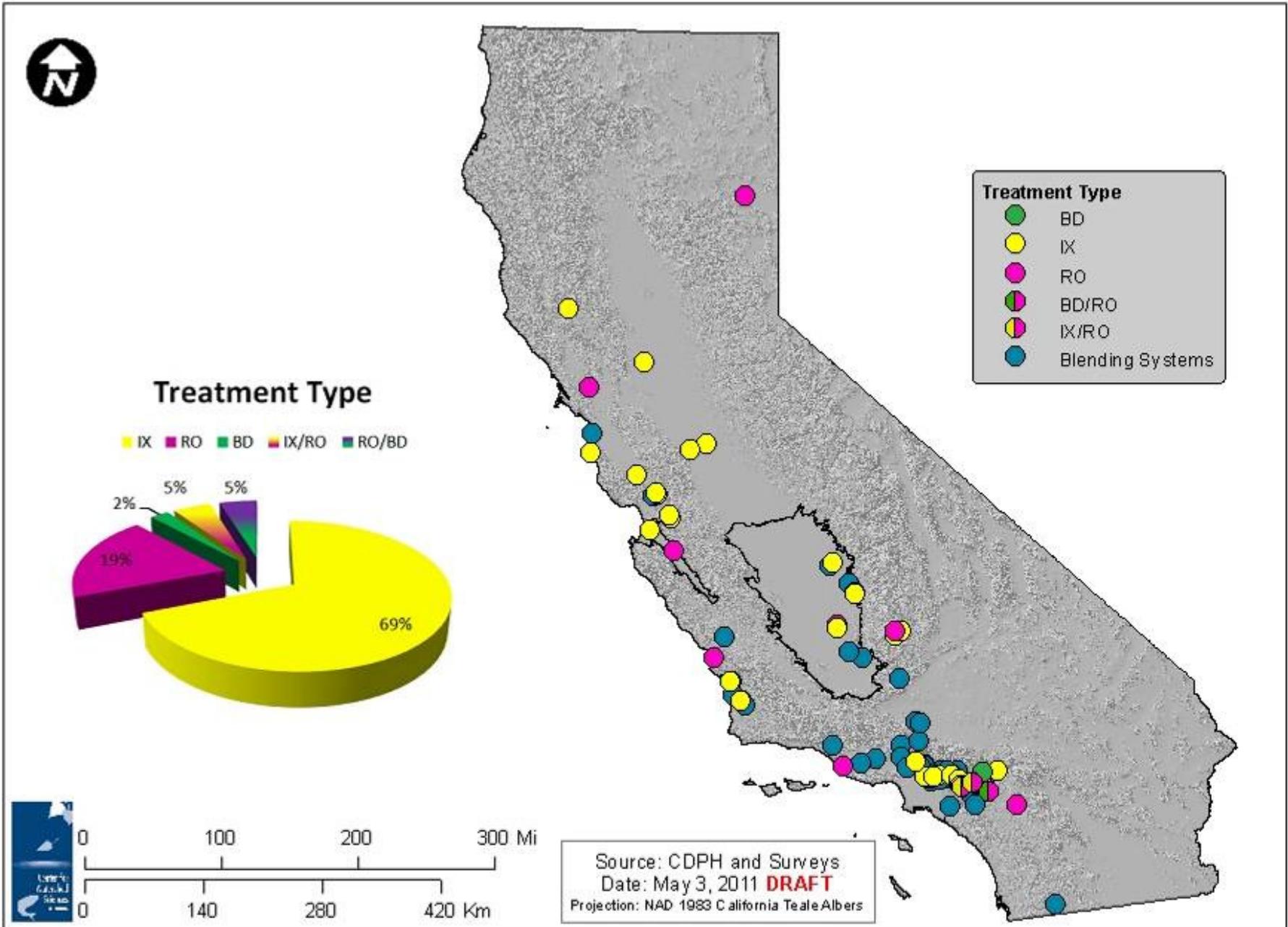
From CDPH Emergency Regulations, as of December 21, 2010,

“...a public water system may be permitted to use point-of-use treatment devices (POUs) in lieu of centralized treatment for compliance with one or more maximum contaminant levels... if;

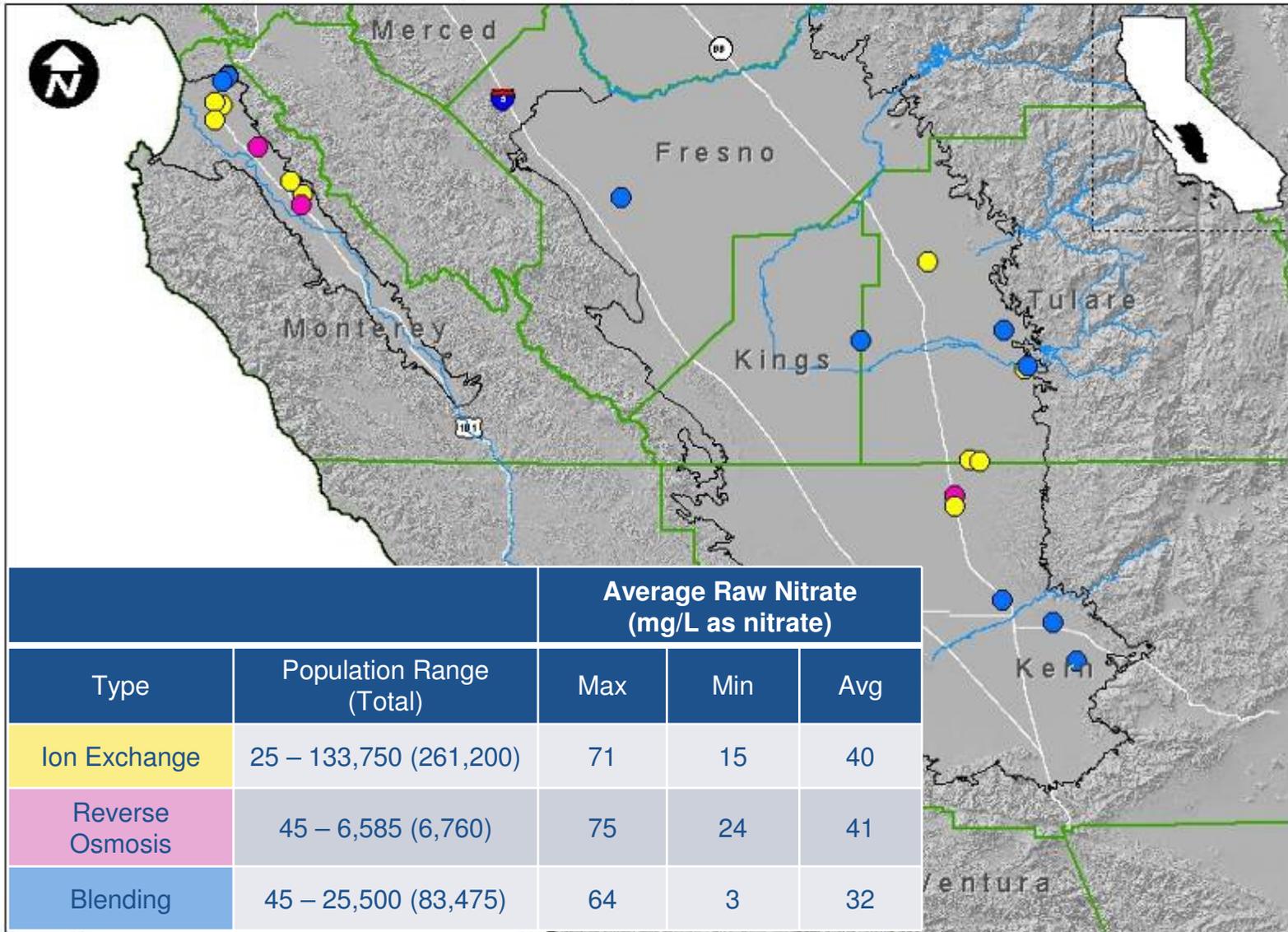
- (1) the water system serves fewer than 200 service connections,
- (2) the water system meets the requirements of this Article,
- (3) the water system has demonstrated to the Department that centralized treatment, for the contaminants of concern, is not economically feasible within three years of the water system's submittal of its application for a permit amendment to use POUs,

... no longer than three years or until funding for the total cost of constructing a project for centralized treatment or access to an alternative source of water is available, whichever occurs first...”

Systems Treating or Blending to Address High Nitrate Levels



Systems Treating or Blending to Address High Nitrate Levels





Example Costs for Alternative Supply Options

| Option | Example | Est. Cost |
|-------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------|--------------|
| Providing POU systems with Maintenance for Three Years for Potable Uses Only | A 1,000 person community | \$ 200,000 |
| Providing Bottled Water for One Year for Potable Uses Only | A 1,000 person community | \$ 400,000 |
| New 1,400 ft Well | Ducor Community Services District (Population: 600) | \$ 700,000 |
| New 700 ft Well + Pump + Tank + Distribution System | Plainview Mutual Water Company (Population: 800) | \$ 2,500,000 |
| Consolidation | Several Small Communities North of Lamont to the East Niles Community Service District | \$ 6,500,000 |



Costs by Technology

Ion Exchange (IX)

Pro: Generally the least expensive

Con: Brine disposal

Reverse Osmosis (RO)

Pro: Wide treatment capabilities

Con: More expensive

Biological Denitrification (BD)

Pro: Long term sustainability

Con: Limited application

| Type | Annualized Capital Cost (\$/kgal) | Annual O & M Cost (\$/kgal) | Total Annualized Cost (\$/kgal) |
|-----------------|-----------------------------------|-----------------------------|---------------------------------|
| IX – Literature | 0.08 – 0.80 | 0.15 – 1.25 | 0.34 – 2.04 |
| IX – Survey | 0.06 – 0.94 | 0.12 – 2.63 | 0.41 – 2.73 |
| RO – Literature | 0.81 – 4.40 | 1.22 – 2.00 | 2.32 – 5.86 |
| RO – Survey | 0.19 – 3.16 | 1.15 – 16.16 | 1.35 – 19.16 |
| BD | 0.47 – 0.83 | 0.30 – 0.94 | 0.92 – 1.56 |

Treatment costs are unique to individual systems based on:

*system size

*co-contaminants

*location

*treatment type

*blending options

*disposal options

*nitrate level

*seasonal variation

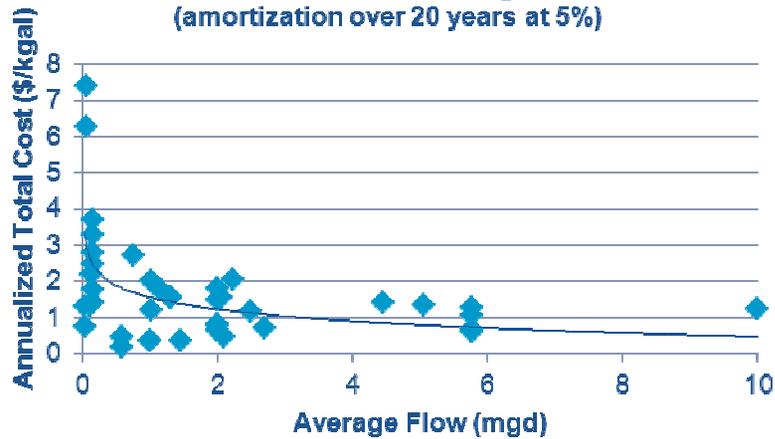
*others...

Costs by System Size

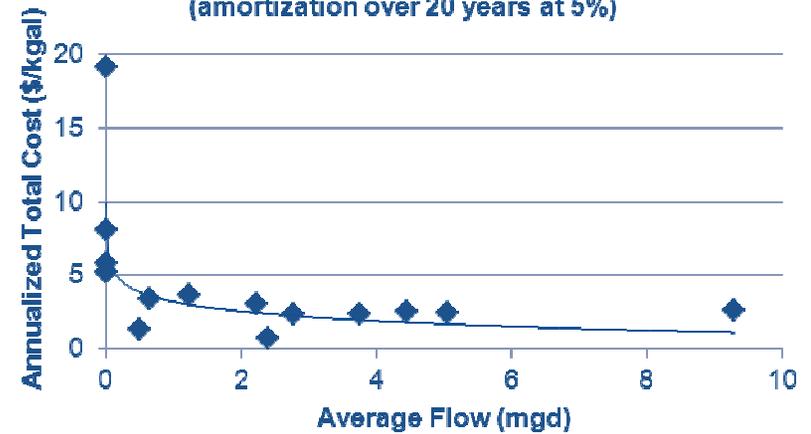


Centralized Treatment

**Total Annualized Cost
for Ion Exchange**
(amortization over 20 years at 5%)



**Total Annualized Cost
for Reverse Osmosis**
(amortization over 20 years at 5%)

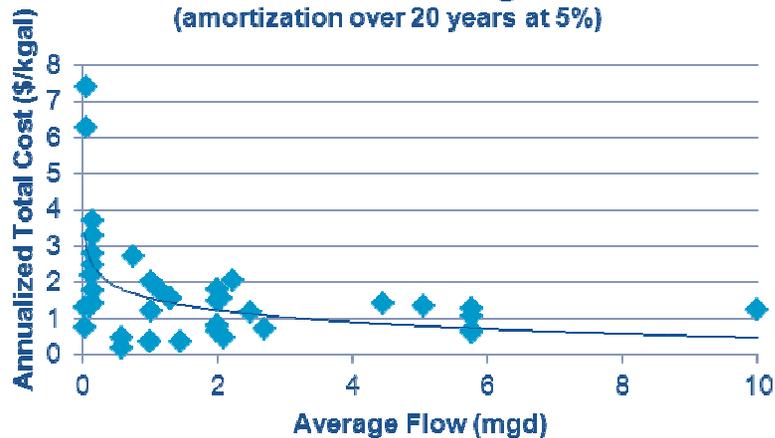


Costs by System Size

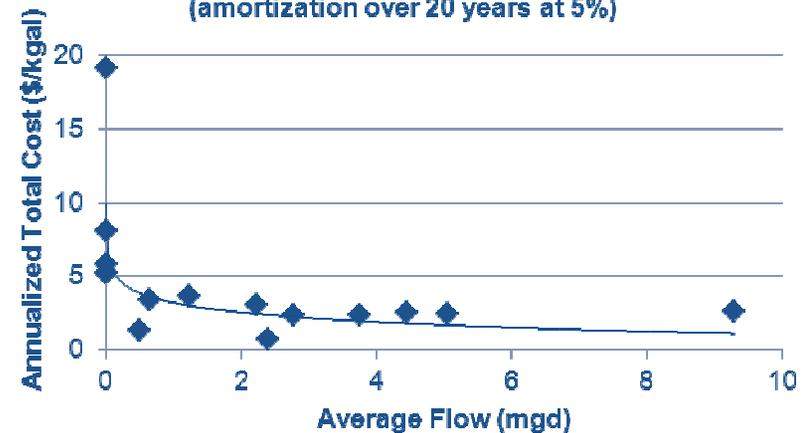


Centralized Treatment

**Total Annualized Cost
for Ion Exchange**
(amortization over 20 years at 5%)



**Total Annualized Cost
for Reverse Osmosis**
(amortization over 20 years at 5%)



Point-of-Use

| | Upfront Investment | Annual Costs | Comments |
|-----------------|--------------------|--------------------------------|---------------------------------------------------------------------|
| Ion Exchange | \$660-\$2425 | Salt costs (\$3.30-\$4.40/bag) | Requires disposal of brine waste, high sodium levels |
| Reverse Osmosis | \$330-\$1430 | \$110-\$330/yr + electricity | Requires filter replacement, high maintenance, lower water recovery |

From (Mahler et al., 2007)



Observations on Current Funding Sources

- Sustainability and sufficiency of main sources unclear
- No/limited funds for Ag investment targeting nutrient mgt/NO₃ reduction
- Ag water use efficiency funds to fund NO₃ loading reduction?
- Many smaller sources of grant \$ for drinking/wastewater for small communities and DACs, BUT: scattered, difficult to access
- Nitrate drinking water contamination investment needed statewide, based only on 2010-11 fundable list > \$4/person for capital costs only
- No funds for community water supply regionalization feasibility studies and planning



Regulatory Instruments: Analytical Criteria

- Cost-effectiveness
 - Abatement (nitrate reduction) costs to meet a nitrate standard
 - How can a standard be achieved at the least cost?
- Administrative costs
 - Bulk of these costs are monitoring and enforcement
 - Costs vary depending on the unit of regulation – few industries or many individuals
 - Future work could quantitatively compare these instruments
- Information Requirements
 - What information is needed to implement these regulatory tools?
- Revenue Raising
 - Regulatory instruments and funding options overlap
 - Is a regulatory instrument also a source a funding?



Regulatory Instruments Considered

- Technology mandate (non-market instrument)
 - Example: Management practices for pesticides
- Performance standard (non-market instrument)
 - Example: The dairy regulatory program nutrient management plan, which requires the ratio of N applied to N harvested to be less than 1.65
- Cap and trade (market-based instrument)
 - Example: Sulfur dioxide markets in the U.S. to address acid rain; AB 32
 - Overall, a 10% reduction in fertilizer use (5% reduction ha A and 15% ha B)
- Fee (market-based instrument)
 - Example: Mill tax; tax on fertilizer that induces a 10% reduction in fertilizer use
 - With C&T choose a quantity (market determines price) and with a fee choose a price (market determines quantity)



Regulatory Instruments Considered

- Information disclosure
 - Example: Consumer confidence reports on drinking water quality (SDWA)
- Liability rules
 - Example: Superfund
- Payment for water quality
 - Analogous to payment for ecosystem services
 - Public pays farmers to not release nitrates or farmer pays gov't to release nitrate
 - Example: Drinking water in NYC; Perrier and Evian; REDD
- Redesignation of beneficial use
 - Example: Change beneficial use from drinking to another standard



What can be regulated?

- Fertilizer use
 - Regulation on input
 - Advantages: Low administrative costs; low information requirements
 - Disadvantages: Regulating input rather than “pollutant” (i.e. gasoline tax rather than a tax on emissions)
- Nitrate leachate concentration within recharge area of drinking water source
 - Regulation on actual pollutant flux into groundwater recharge area
 - Advantages: Regulate the pollutant of interest; achieve policy objective
 - Disadvantages: High administrative costs (non-uniform mixing); high information requirements; uncertainty in assessing recharge area for specific source
- Other ideas?
 - Nitrate emissions concentration – concentration of nitrate emissions released into source (not account for non-uniform mixing)
 - Nitrate emissions volume – volume of nitrate emissions released into source



Funding Options: Water Fees

- Fixed monthly fee on drinking water for CA residents
- Volumetric fee on drinking water for CA residents
 - Option: Fee for “high quantity” consumers
- Tax on irrigated water
- Fixed fee on agricultural water
- Fertilizer or nitrate tax
- Groundwater pumping fee
- Fee on bottled water (similar to recycling fee)



Funding Options: Other Fees

- Fertilizer tax
- Nitrate emissions tax
- N leachate tax
- Food tax
- Agricultural property tax
- Auctioned fertilizer or nitrate permits (cap and trade)
- Septic tank discharge
- Waste water discharge
- State water bonds



Key Messages

- Nitrate problem will likely worsen and not improve for several decades
- Largest regional sources are agricultural fertilizers and animal wastes; other sources are locally relevant
- Nitrogen loading reductions possible, but will take decades to benefit drinking water sources
- Short-term solutions are blending, treatment, and alternative water supplies
- Treatment is unaffordable for most small communities
- Promising funding options, incentives, and regulatory tools are identified
- Incoherence and inaccessibility of data prohibit better and continuous assessment